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Chartered Accountants
22, Camac Street
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LLP Identity Number: AAB-4294

S. K. Naredi & Co.
Chartered Accountants
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Independent Auditor’s Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Ramkrishna Forgings Limited

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of Ramkrishna Forgings Limited (the “Company”) for the quarter ended March 31, 2022 and for the year ended March 31, 2022 (“Statement”), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations”).

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended (“the Act”). Our responsibilities under those Standards are further described in the “Auditor’s Responsibilities for the Audit of the Standalone Financial Results” section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management’s Responsibilities for the Standalone Financial Results



The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's



ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

per **Sanjay Kumar Agarwal**

Partner

Membership No.: 060352

UDIN: 22060352AIHYAH6442

Place: Kolkata

Date: May 03, 2022



For M/S. S.K. NAREDI & CO.

Chartered Accountants

ICAI Firm registration number: 003333C

per **Abhijit Bose**

Partner

Membership No.: 056109

UDIN: 22056109AIHXXX7425

Place: Kolkata

Date: May 03, 2022



(All amounts in INR Lakhs, unless otherwise stated)

Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2022 (Audited) (Refer Note. 5)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited) (Refer Note. 5)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
Income						
1.	Revenue from Operations	68,323.99	60,605.44	51,788.42	2,28,536.55	1,28,837.52
2.	Other Income	-	146.15	220.77	160.93	481.46
3.	Total Income (1 + 2)	68,323.99	60,751.59	52,009.19	2,28,697.48	1,29,298.98
Expenses						
a)	Cost of Materials Consumed	32,027.81	30,671.20	27,419.28	1,21,422.59	64,082.89
b)	(Increase) / Decrease in inventories of finished goods, work in progress and scrap	1,014.54	(2,698.83)	(1,132.79)	(18,345.10)	167.22
c)	Employee Benefits Expense	3,223.10	2,895.17	2,379.46	12,026.45	9,037.03
d)	Power and Fuel	4,045.71	4,049.69	3,490.84	15,240.41	9,354.37
e)	Finance Costs	2,620.75	2,627.35	1,830.37	9,334.69	7,677.53
f)	Depreciation and Amortisation Expenses	4,561.21	4,508.85	3,684.82	16,905.90	11,828.46
g)	Other Expenses	12,910.78	11,645.89	8,664.76	45,493.29	23,213.50
	Total Expenses (a to g)	60,403.96	53,699.32	46,516.63	2,02,080.23	1,25,151.00
5.	Profit before tax (3-4)	7,920.09	7,052.27	5,492.56	26,617.25	4,147.98
Tax Expenses						
a)	Current tax -					
	Pertaining to Profit for the current period	1,384.67	1,234.42	726.90	4,654.97	726.90
	Tax adjustments for earlier years	245.66	-	-	169.23	0.27
b)	Deferred tax charge / (credit) * (Refer Note No. 9)	(2,375.91)	1,305.43	1,197.83	1,142.87	625.28
	* Includes credit of Minimum Alternate Tax					
	Total Tax Expense / (credit)	(745.58)	2,539.85	1,924.73	5,957.07	1,352.45
7.	Profit for the period/year (5-6)	8,665.27	4,512.42	3,567.83	20,659.18	2,795.53
Other Comprehensive Income						
(i)	Items that will not be reclassified to statement of profit & loss in subsequent periods	6.13	12.87	82.53	44.72	51.46
(ii)	Income tax relating to items that will not be reclassified to statement of profit & loss	(2.14)	(4.50)	(28.94)	(15.63)	(17.98)
	Other Comprehensive Income for the period/year	3.99	8.37	53.69	29.09	33.48
9.	Total Comprehensive Income for the period/year (7+8)	8,669.26	4,520.79	3,621.52	20,679.27	2,829.01
10.	Paid-up Equity Share Capital (Face Value of ₹ 2/- per share) (Refer Note No. 6)	3,197.79	3,197.79	3,193.27	3,197.79	3,193.27
11.	Other Equity				1,66,210.24	85,893.50
12.	Earnings per Equity Share (EPS) (₹) (Face value per share ₹ 2/- each) (Refer Note No. 6)					
1)	Basic	5.43**	2.82**	2.23**	12.91	1.74
2)	Diluted #	5.43**	2.82**	2.23**	12.91	1.74
	** not annualised					
	# after considering impact of Employees Stock Option Plan (ESOP)					

See accompanying notes to the financial results.



NOTES TO AUDITED STANDALONE FINANCIAL RESULTS:

1. Statement of Assets and Liabilities as at March 31, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Particulars		As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
A	ASSETS		
	Non-current assets		
	(a) Property, plant and equipment	1,43,393.63	1,22,192.99
	(b) Capital work-in-progress	12,509.00	27,201.80
	(c) Intangible assets	113.17	79.26
	(d) Right-of-use assets	3,057.67	1,008.90
	(e) Financial assets		
	(i) Investments	1,937.79	1,937.79
	(ii) Loans	221.85	169.61
	(iii) Other financial assets	1,324.06	1,269.60
	(f) Non-current tax assets (net)	249.58	249.58
	(g) Other non-current assets	5,316.41	1,485.07
	Sub total - Non-current assets	1,68,123.16	1,55,584.60
	Current assets		
	(a) Inventories	68,267.02	42,993.67
	(b) Financial assets		
	(i) Investments	5,500.00	-
	(ii) Trade receivables	87,780.64	55,992.96
	(iii) Cash and cash equivalent	3,102.48	8,658.60
	(iv) Bank balances other than (iii) above	134.09	21.73
	(v) Loans	112.13	12.27
	(vi) Other financial assets	3,488.44	1,081.54
	(c) Current tax assets (net)	14.36	14.36
	(d) Other current assets	7,089.35	5,563.46
	Sub total - Current assets	1,75,488.51	1,12,338.59
	TOTAL - ASSETS	3,43,611.67	2,67,923.19
B	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity share capital	3,197.79	3,193.27
	(b) Other equity	1,06,210.24	85,803.50
	Total equity	1,09,408.03	88,996.77
	Liabilities		
	Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	85,945.18	66,360.47
	(ia) Lease liabilities	2,279.87	378.48
	(b) Deferred tax liabilities (net)	7,926.52	6,587.74
	(c) Other non-current liabilities	1,568.23	1,698.82
	Sub total - Non-current liabilities	97,719.80	75,025.51
	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	71,794.45	54,159.91
	(ia) Lease liabilities	428.75	21.99
	(ii) Trade payables		
	a) Total outstanding dues of micro enterprises and small enterprises	164.24	728.48
	b) Total outstanding dues of creditors other than micro enterprise and small enterprises	57,232.26	42,167.27
	(iii) Other financial liabilities	3,594.28	4,886.07
	(b) Other current liabilities	2,401.38	1,228.07
	(c) Provisions	595.90	519.50
	(d) Current tax liabilities (net)	213.16	169.62
	Sub total - Current liabilities	1,36,483.84	1,03,900.91
	Total liabilities	2,34,203.64	1,78,926.42
	TOTAL - EQUITY AND LIABILITIES	3,43,611.67	2,67,923.19





2. Statement of Audited Standalone Cash Flows for the year ended March 31, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Particulars	Year ended	Year ended
	March 31, 2022 (Audited)	March 31, 2021 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
PROFIT BEFORE TAXES	28,617.25	4,147.98
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization	15,905.90	11,628.46
Balances written off / back (net)	(103.85)	304.43
Profit / (Loss) on sale of fixed assets/discarded assets (net)	(2.88)	78.24
Employees Stock Option Expenses	30.86	89.89
Interest Income	(91.56)	(140.56)
Foreign exchange gain (unrealised)	(1,680.23)	(789.69)
Government Grants	(772.27)	(394.88)
Finance Costs	9,334.69	7,677.53
Operating Profit before changes in operating assets and liabilities	50,237.91	22,601.40
Changes in operating assets and liabilities:		
Increase in trade receivables	(30,158.16)	(25,016.58)
Increase in inventories	(25,273.35)	(6,680.41)
(Increase) / Decrease in loans	(152.10)	531.05
(Increase) / Decrease in other financial assets	(458.36)	352.78
Increase in other assets	(1,982.56)	(1,217.06)
Increase in provisions	75.80	36.70
Increase in trade payables	14,736.92	22,449.09
Increase / (Decrease) in other financial liabilities	254.14	(735.04)
Increase in other liabilities	1,173.31	885.26
Cash generated from operations	8,483.55	13,207.17
Direct Tax paid	(4,555.66)	(557.48)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	3,907.89	12,649.69
B. NET CASH USED IN INVESTING ACTIVITIES:		
Purchase of property, plant & equipment and intangible assets (including capital work-in-progress, capital creditors and capital advances)	(29,886.64)	(23,081.68)
Proceeds from sale of property, plant & equipment	43.75	83.11
Redemption of / (Investment) in bank deposits	(111.58)	5.31
Loan given to subsidiary companies	-	(800.00)
Loan repayment received from subsidiary companies	-	1,051.08
Investment in Liquid Mutual funds	(5,500.00)	-
Investment in a wholly owned foreign subsidiary	-	(7.47)
Interest Received	106.72	127.59
NET CASH USED IN INVESTING ACTIVITIES (B)	(35,347.75)	(22,622.06)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of Equity Share Capital including Securities Premium under ESOP	180.80	-
Buy-back of equity shares	-	(1,295.01)
Tax on Buy-back of equity shares	-	(269.84)
Dividend paid on equity shares	(479.67)	-
Advance given to ESOP trust	-	19.40
Payment of principal portion of lease liabilities	(51.35)	(21.99)
Interest Paid	(9,419.27)	(7,459.76)
Proceeds from Long Term Borrowings	50,444.81	27,202.99
Repayment of Long Term Borrowings	(26,648.54)	(10,233.72)
Short Term Borrowings (net)	13,857.16	8,472.44
NET CASH INFLOW FROM FINANCING ACTIVITIES (C)	27,883.74	16,404.51
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(3,556.12)	6,432.14
Opening Cash and cash equivalents	6,658.60	226.46
Closing Cash and cash equivalents	3,102.48	6,658.60
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,556.12)	6,432.14





NOTES TO AUDITED STANDALONE FINANCIAL RESULTS (CONTINUED):

- 3 The above audited standalone financial results for the quarter and year ended March 31, 2022 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Company at their respective meetings held on May 2, 2022 and May 3, 2022 respectively.
- 4 The Board of Directors of the Company has recommended a final Dividend of ₹ 0.20 per shares on Equity Shares of ₹ 2/- each.
- 5 The figures of the last quarter are the balancing figures between audited figures in respect of full financial year upto March 31, 2022/March 31, 2021 and the unaudited published year-to-date figures upto December 31, 2021/December 31, 2020 being the date of the end of the third quarter of financial year respectively which were subject to limited review.
- 6 Pursuant to the Special Resolution passed by the Shareholders of the Company by way of Postal Ballot through electronic means, the Company has sub-divided its equity share of face value ₹ 10/- (₹ Ten only) each fully paid up, into 5 (five) equity shares of face value ₹ 2/- (₹ Two only) each fully paid-up, effective from 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.
- 7 The outbreak of Corona virus (COVID-19) pandemic globally and in India has caused significant disturbance and slowdown of economic activity. While the pandemic situation has improved significantly in this last nine months of the current year, the Company has taken into account the possible impact of COVID-19 in preparation of the audited standalone financial results, including its assessment of recoverability of the carrying value of property, plant and equipment, intangible assets and deferred tax assets (including MAT credit) based on internal and external information upto the date of approval of these audited standalone financial results and current indicators of future economic conditions. Further, management has assessed its liquidity position as on March 31, 2022 and does not anticipate any challenge in the Company's ability to continue as a going concern. As at date of the balance sheet, the management does not anticipate any adverse impact of the pandemic on its business in foreseeable future.
- 8 The Company manufactures "Forging components" and the management reviews the performance of the Company as a single operating segment in accordance with Ind AS-108 "Operating Segments" notified pursuant to the Companies (Indian Accounting Standards) Rules, 2015. Accordingly, no separate segment information has been furnished herewith.
- 9 The 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 Company expects to be in lower tax regime after two years and accordingly the Deferred Tax Liabilities (net) as at March 31, 2022 have been re-measured. Consequently, tax expense for the current quarter and year ended March 31, 2022 includes a credit of ₹ 2,745.61 lakhs and ₹ 2,307.41 lakhs respectively towards reversal of deferred tax liabilities.
- 10 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 Company 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.
- 11 The figures for the corresponding previous periods / year have been the regrouped/reclassified wherever necessary to confirm to current period's presentation.

For the Order of the Board

Naresh Jalan
(Managing Director)
DIN: 00325462

Place: Kolkata
Date: May 3, 2022



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Independent Auditor’s Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Ramkrishna Forgings Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Ramkrishna Forgings Limited (“Holding Company”) and its subsidiaries (the Holding Company and its subsidiaries together referred to as “the Group”), for the quarter ended March 31, 2022 and for the year ended March 31, 2022 (“Statement”), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“Listing Regulations”).

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements/ financial results/financial information of the subsidiaries, the Statement:

- i. includes the results of the following entities (wholly owned subsidiaries of the Holding Company):
 - a. Globe All India Services Limited (formerly known as “Globe Forex & Travels Limited”)
 - b. Ramkrishna Aeronautics Private Limited
 - c. Ramkrishna Forgings LLC
- ii. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended (“the Act”). Our responsibilities under those Standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Financial Results” section of our report. We are independent of the Group in accordance with the ‘Code of Ethics’ issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have



fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has



adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

The accompanying Statement includes the audited financial results/statements and other financial information, in respect of:

- three (3) subsidiaries, whose financial results/statements include total assets of Rs 14,786.48 lacs as at March 31, 2022, total revenues of Rs 9,316.67 lacs and Rs 22,893.71 lacs, total net profit/(loss) after tax of Rs 79.02 lacs and Rs (21.54) lacs, total comprehensive income /(loss) of Rs 91.30 lacs and Rs (7.90) lacs, for the quarter and the year ended on that date respectively, and net cash inflows of Rs 438.95 lacs for the year ended March 31, 2022, as considered in the Statement which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements/financial results/financial information of these entities have been furnished to us by the Management and our opinion 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 reports of such auditors and the procedures performed by us as stated in paragraph above.



Our opinion on the Statement is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us as required under the Listing Regulations.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005

per Sanjay Kumar Agarwal

Partner

Membership No.: 060352

UDIN: 22060352AIHYBD1807

Place: Kolkata

Date: May 03, 2022



For M/S. S.K. NAREDI & CO

Chartered Accountants

ICAI Firm registration number: 003333C

per Abhijit Bose

Partner

Membership No.: 056109

UDIN: 22056109AIHXXJ4983

Place: Kolkata

Date: May 03, 2022



(All amounts in INR Lakhs, unless otherwise stated)

Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2022 (Audited) (Refer Note. 7)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited) (Refer Note. 7)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
	Income					
1.	Revenue from Operations	71,872.27	60,131.96	52,043.63	2,32,024.66	1,28,893.21
2.	Other Income	-	139.40	236.69	145.91	558.97
3.	Total Income (1 + 2)	71,872.27	60,271.36	52,280.32	2,32,170.57	1,29,452.18
4.	Expenses					
a)	Cost of Materials Consumed	32,027.80	30,671.20	27,419.26	1,21,422.58	64,082.89
b)	Cost of Services	4,127.14	3,408.17	344.39	12,869.03	398.91
c)	Trading purchase	1,462.55	365.94	15.00	1,860.80	60.33
d)	(Increase) / Decrease in inventories of finished goods, work in progress, Traded goods and Scrap	1,218.57	(3,336.15)	(1,468.90)	(20,979.33)	(497.29)
e)	Employee Benefits Expense	3,463.27	3,105.52	2,543.50	12,723.72	9,901.35
f)	Power and Fuel	4,041.74	4,051.00	3,492.21	15,240.41	9,358.51
g)	Finance Costs	2,898.93	2,696.33	1,905.49	9,589.76	7,994.91
h)	Depreciation and amortisation expense	4,566.44	4,512.79	3,674.55	16,935.32	11,870.44
i)	Other Expenses	16,771.20	7,786.97	9,885.21	36,388.45	25,817.93
	Total Expenses (a to i)	64,369.94	53,203.77	47,989.82	2,08,890.54	1,26,277.96
5.	Profit before tax (3-4)	7,502.33	7,067.59	5,270.70	25,320.03	3,174.20
6.	Tax Expenses					
a)	Current tax -					
	Pertaining to Profit for the current period	1,300.11	1,247.29	731.07	4,682.75	731.07
	Tax adjustments for earlier years	245.86	-	9.34	198.23	27.55
b)	Deferred tax charge / (credit) * (Refer Note No. 10)	(2,528.73)	1,285.09	1,141.35	665.39	348.35
	* Includes credit of Minimum Alternate Tax					
	Total Tax Expense / (credit)	(899.76)	2,532.38	1,881.76	5,517.34	1,107.37
7.	Profit for the period/year (5-6)	8,393.09	4,535.21	3,388.94	19,802.69	2,066.83
8.	Other Comprehensive Income / (Loss)					
	Items not to be reclassified to Profit or Loss in subsequent periods					
	(i) Items that will not be reclassified to statement of profit & loss in subsequent periods	20.89	13.28	50.71	60.73	53.12
	(ii) Income tax relating to items that will not be reclassified to statement of profit & loss	(6.24)	(4.62)	(31.11)	(20.08)	(18.44)
	Items that will be reclassified to profit & loss (net of tax)					
	Exchange difference on translation of foreign operations (net of tax)	1.62	(0.04)	(0.18)	2.08	(0.40)
	Other Comprehensive Income for the period/year	16.27	8.62	99.42	42.73	34.28
9.	Total Comprehensive Income for the period/year (7+8)	8,409.36	4,543.83	3,448.36	19,845.42	2,101.11
10.	Profit attributable to:					
	Owners of the equity	8,393.09	4,535.21	3,388.94	19,802.69	2,066.83
	Non-controlling interest	-	-	-	-	-
11.	Other Comprehensive Income attributable to:					
	Owners of the equity	16.27	8.62	99.42	42.73	34.28
	Non-controlling interest	-	-	-	-	-
12.	Total Comprehensive Income attributable to:					
	Owners of the equity	8,409.36	4,543.83	3,448.36	19,845.42	2,101.11
	Non-controlling interest	-	-	-	-	-
13.	Paid-up Equity Share Capital (Face Value of ₹ 2/- per share) (Refer Note No. 8)	3,197.79	3,197.79	3,193.27	3,197.79	3,193.27
14.	Other Equity				1,64,646.76	65,985.23
15.	Earnings per Equity Share (EPS) (₹) (Face value per share ₹ 2/- each) (Refer Note No. 8)					
	1) Basic	5.31**	2.84**	2.12**	12.43	1.29
	2) Diluted #	5.31**	2.84**	2.12**	12.43	1.29
	** not annualised					
	# after considering impact of Employees Stock Option Plan (ESOP)					

See accompanying notes to the financial results.





NOTES TO AUDITED CONSOLIDATED FINANCIAL RESULTS:

1. Segment Information

(All amounts in INR Lakhs, unless otherwise stated)

Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2022 (Audited)	December 31, 2021 (Unaudited)	March 31, 2021 (Audited)	March 31, 2022 (Audited)	March 31, 2021 (Audited)
1	Segment Revenue					
	Revenue from External Customers					
	(i) Forging components	68,075.70	59,924.73	51,813.95	2,25,849.91	1,28,097.91
	(ii) Others	6,468.32	4,244.45	803.87	16,547.26	2,134.57
	Total	74,542.02	64,169.18	52,417.82	2,42,397.17	1,30,232.48
	Less: Inter Segment Revenue	(2,669.75)	(4,037.22)	(373.99)	(10,372.51)	(1,339.27)
	Revenue from operations	71,872.27	60,131.96	52,043.83	2,32,024.66	1,28,893.21
2	Segment Results					
	Profit before interest and tax					
	(i) Forging components	10,027.46	9,840.42	7,473.98	34,816.18	11,706.80
	(ii) Others	173.80	125.50	(297.79)	93.61	(547.69)
	Total Segment Profit	10,201.26	9,765.92	7,176.19	34,909.79	11,159.11
	Less: Finance costs	(2,598.93)	(2,698.33)	(1,905.49)	(9,589.76)	(7,984.91)
	Profit before tax	7,602.33	7,067.59	5,270.70	25,320.03	3,174.20
3	Segment Assets					
	(i) Forging components	3,42,390.31	3,15,753.08	2,65,780.95	3,42,390.31	2,65,780.95
	(ii) Others	5,972.75	4,907.86	4,659.81	5,972.75	4,659.81
	Total Assets	3,48,363.06	3,20,660.92	2,70,440.56	3,48,363.06	2,70,440.56
4	Segment Liabilities					
	(i) Forging components	2,33,773.78	2,15,319.20	1,76,930.20	2,33,773.78	1,76,930.20
	(ii) Others	6,750.73	5,755.30	5,251.86	6,750.73	5,251.86
	Total Liabilities	2,40,524.51	2,21,074.50	1,82,182.06	2,40,524.51	1,82,182.06

The Group's business is divided into two reporting segments which comprise of "forgings" and "others" which represents the Group's business not covered in "forgings" segments. The "forgings" segment produces and sells forged products comprising of forgings and machined components. "Others" primarily includes services for tour and travels, sanitization and cargo business.





NOTES TO AUDITED CONSOLIDATED FINANCIAL RESULTS:

2. Consolidated Statement of Assets and Liabilities as at March 31, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Particulars	Consolidated	
	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
A ASSETS		
Non-current assets		
(a) Property, plant and equipment	1,43,630.11	1,22,417.94
(b) Capital work-in-progress	12,948.82	27,563.37
(c) Goodwill	503.19	503.19
(d) Intangible assets	125.29	89.08
(e) Right-of-use assets	3,062.75	1,025.51
(f) Financial assets		
(i) Investments	10.50	10.50
(ii) Loans	221.85	169.61
(iii) Other financial assets	1,356.24	1,293.66
(g) Non-current tax assets (net)	249.53	249.53
(h) Deferred tax Assets (net)	290.41	259.56
(i) Other non-current assets	5,316.77	1,486.25
Sub total - Non-current assets	1,67,713.51	1,55,068.25
Current assets		
(a) Inventories	70,911.53	43,814.42
(b) Financial assets		
(i) Investments	5,500.00	-
(ii) Trade receivables	89,061.05	56,880.98
(iii) Cash and cash equivalent	3,617.38	6,734.54
(iv) Bank balances other than (a) above	224.54	111.14
(v) Loans	112.13	12.27
(vi) Other financial assets	2,970.88	1,063.84
(c) Current tax assets (net)	239.16	49.21
(d) Other current assets	8,012.88	6,705.91
Sub total - Current assets	1,80,649.55	1,15,372.51
TOTAL - ASSETS	3,48,363.06	2,70,440.56
B EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	3,197.79	3,193.27
(b) Other equity	1,04,640.78	85,065.23
Total equity	1,07,838.55	88,258.50
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	86,907.06	66,993.80
(ia) Lease liabilities	2,282.65	384.06
(b) Provisions	54.08	61.63
(c) Deferred tax liabilities (net)	7,436.46	6,539.32
(d) Other non-current liabilities	1,568.23	1,698.82
Sub total - Non-current liabilities	98,248.48	75,677.03
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	72,204.57	55,865.44
(ia) Lease liabilities	431.53	34.22
(i) Trade payables		
a) Total outstanding dues of micro enterprises and small enterprises	184.24	728.48
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	60,653.96	42,327.90
(iii) Other financial liabilities	5,167.02	5,268.74
(b) Other current liabilities	2,844.07	1,590.36
(c) Provisions	595.30	519.50
(d) Current tax liabilities (net)	215.34	170.39
Sub total - Current liabilities	1,42,276.03	1,06,505.03
TOTAL - EQUITY AND LIABILITIES	2,40,524.51	1,82,182.06
	3,48,363.06	2,70,440.56



Particulars	Year ended March 31, 2022 (Audited)	Year ended March 31, 2021 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES:		
PROFIT BEFORE TAXES	25,320.03	3,174.20
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization	16,935.32	11,670.44
Balances Written Off (Net)	391.37	527.87
Allowance for bad debt and doubtful debts	225.00	-
Profit / (Loss) on sale of Fixed Assets/ Discarded Assets	(2.88)	78.24
Employees Stock Option Expenses	30.87	89.89
Interest Income	(95.87)	(244.91)
Foreign exchange gain (Unrealised)	(1,690.23)	(780.15)
Government Grants	(772.27)	(394.88)
Finance Costs	9,670.88	7,984.91
Operating Profit before changes in operating assets and liabilities	50,022.00	22,095.61
Changes in operating assets and liabilities:		
Increase in trade receivables	(31,398.21)	(25,158.52)
Increase in inventories	(27,997.11)	(7,316.78)
(Increase) / Decrease in loans	(152.10)	545.05
Decrease in other financial assets	160.88	315.80
Increase in other assets	(1,798.77)	(1,318.25)
Increase in provisions	75.80	43.57
Increase (Decrease) in Lease liabilities	-	(23.46)
Increase in trade payables	17,957.80	23,810.93
Increase in other financial liabilities	3.25	756.21
Increase in other liabilities	1,253.71	337.82
Cash generated from operations	9,956.38	14,069.40
Direct Tax refund / (paid)	(4,750.68)	(135.95)
NET CASH (USED IN) / FROM OPERATING ACTIVITIES (A)	4,305.70	13,933.45
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of property, plant & equipment and intangible assets (including capital work-in-progress, capital creditors and capital advances)	(29,984.62)	(23,088.91)
Proceeds from sale of property, plant & equipment	43.75	83.11
Redemption of / (Investment) in bank deposits	(112.62)	(26.49)
Loan given to Group Company	-	832.66
Investment in Liquid Mutual funds	(5,500.00)	-
Interest Received	111.03	231.94
NET CASH OUTFLOW FROM INVESTING ACTIVITIES (B)	(35,442.46)	(22,167.69)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of Equity Share Capital including Securities Premium under ESOP	180.80	-
Buy-back of equity shares	-	(1,295.01)
Tax on Buy-back of equity shares	-	(269.84)
Dividend paid on equity shares	(479.67)	-
Advance given to ESOP trust	-	19.40
Interest paid	(9,754.38)	(7,777.14)
Payment of principal portion of lease liabilities	(64.46)	(21.55)
Loan taken from Group Company	1,450.93	-
Proceeds from Long Term Borrowings	50,329.83	27,917.99
Repayment of Long Term Borrowings	(26,648.54)	(10,233.72)
Short Term Borrowings (net)	32,465.89	6,344.42
NET CASH INFLOW FROM FINANCING ACTIVITIES (C)	28,019.66	14,584.18
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(3,117.16)	6,469.92
Opening Cash and cash equivalents	6,734.54	264.62
Closing Cash and cash equivalents	3,617.38	6,734.54
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,117.16)	6,469.92





(All amounts in INR Lakhs, unless otherwise stated)

NOTES TO AUDITED CONSOLIDATED FINANCIAL RESULTS (CONTINUED):

- 4 The audited consolidated financial results of the Group relates to Ramkrishna Forgings Limited ("Holding Company") and its wholly owned subsidiaries, Globe All India Services Limited (Formerly Globe Forex & Trade Limited), Ramkrishna Aeronautics Private Limited and Ramkrishna Forgings LLC (Collectively "the Group").
- 5 The Board of Directors of the Holding Company has recommended a final Dividend of ₹ 0.20 per shares on Equity Shares of ₹ 2/- each.
- 6 The above audited consolidated financial results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Holding Company at their respective meetings held on May 2, 2022 and May 3, 2022 respectively.
- 7 The figures of the last quarter are the balancing figures between audited figures in respect of full financial year upto March 31, 2022; March 31, 2021 and the unaudited published year-to-date figures upto December 31, 2021/December 31, 2020 being the date of the end of the third quarter of financial year respectively which were subject to limited review.
- 8 Pursuant to the Special Resolution passed by the Shareholders of the Holding Company by way of Postal Ballot through electronic means, the Holding Company has sub-divided its equity share of face value ₹ 10/- (₹ Ten only) each fully paid up, into 5 (five) equity shares of face value ₹ 2/- (₹ Two only) each fully paid-up, effective from 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.
- 9 The outbreak of Corona virus (COVID-19) pandemic globally and in India had caused significant disturbance and slowdown of economic activity. While the pandemic situation has improved significantly in the last nine months of the current year, the Group has taken into account the possible impact of COVID-19 in preparation of the audited consolidated financial results, including its assessment of recoverability of the carrying value of property, plant and equipment, intangible assets and deferred tax assets (including MAT credit) based on internal and external information upto the date of approval of these audited consolidated financial results and current indicators of future economic conditions. Further, management has assessed its liquidity position as on March 31, 2022 and does not anticipate any challenge in the Group's ability to continue as a going concern. As at date of the balance sheet, the management does not anticipate any adverse impact of the pandemic on its business in foreseeable future.
- 10 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 two years and accordingly the Deferred Tax Liabilities (net) as at March 31, 2022 have been re-measured. Consequently, tax expense for the current quarter and year ended March 31, 2022 includes a credit of ₹ 2,745.51 lakhs and ₹ 2,307.41 lakhs respectively towards reversal of deferred tax liabilities.
- 11 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 Company 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.
- 12 The figures for the corresponding previous periods / year have been the regrouped/reclassified wherever necessary to confirm to current period's presentation.

Place: Kolkata
Date: May 3, 2022

For the Order of the Board

Naresh Jalan
(Managing Director)
DIN: 00379482

