



PENNAR INDUSTRIES LIMITED

Letter No. PIL/SE/BMQ4FY20/01

Dated: 30th June, 2020

Place: Hyderabad



BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort, Mumbai-400 001	The National Stock Exchange of India Limited Bandra Kurla Complex, Bandra East Mumbai-400 051
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Dear Sir/Madam,

Sub : Outcome of Board Meeting

Ref: Regulations 30 and 33 of SEBI (Listing Regulations and Disclosure Requirements) Regulations, 2015

BSE Scrip code: 513228 / NSE Symbol: PENIND

We wish to inform you that the meeting of the Board of Directors of the company commenced at 10:30 A.M. and concluded at 22:00 P.M., the following business were transacted:

- 1) Approved audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31.03.2020 and noted Auditors' reports with unmodified opinion.
- 2) To make further investment of 8,00,000 USD in Pennar Global INC, USA a wholly owned subsidiary of the Company.
- 3) The Board has taken on record the statement of investor complaint under regulation 13(3) and compliance report on corporate governance under regulation 27(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended 31st March, 2020.

The following are attached herewith for your information and record:

- a. Certified copy of the audited financial results (standalone and consolidated) of the Company for the year ended 31st March, 2020.
- b. Auditor's Report (standalone and consolidated) for the year ended 31st March, 2020 issued by M/s. Deloitte Haskins & Sells LLP, Statutory Auditors of the Company.
- c. A declaration pursuant to Regulation 33(3)(d) of SEBI (LODR) Regulations, 2015 regarding unmodified opinion of the Statutory Auditors on the annual financial results for the year ended 31st March, 2020
- d. Press release on the audited financial results (standalone and consolidated) of the Company for the year ended 31st March, 2020.
- e. Disclosure relating to impact of CoVID-19 pandemic on the Company.

Kindly take the same on your records.

Thanking you

Yours faithfully,

for Pennar Industries Limited



Mirza Mohammed Ali Baig
Company Secretary & Compliance Officer

Manufacture of Cold Rolled Steel Strips & Formed Sections, Sheet Metal Pressed, Fabricated & Machined Components, Precision Electric Resistance Welder Tubes, Cold Drawn Electric Resistance Welded Tubes and Fabricated Components & Structures. Design, Development, Manufacture of Hydraulic Cylinders. Manufacture of Railway Coach Accessories Include under Frames using 1.1, 1.4, 7.1 and 8.1 group Materials by SMAW, GMAW & GTAW

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Tel: +91 40 4006 1621 to 24, Fax: +91 40 4006 1618

CIN No: L27109AP1975PLC001919

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE
FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
PENNAR INDUSTRIES LIMITED**

Opinion and Conclusion

We have (a) audited the Standalone Financial Results for the year ended March 31, 2020 and;

(b) reviewed the Standalone Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us,

both ((a) and (b) included in the accompanying "Statement of Standalone Financial Results for Quarter and Year Ended March 31, 2020" of **PENNAR INDUSTRIES LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Financial Results for the year ended March 31, 2020

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2020:

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2020

With respect to the Standalone Financial Results for the quarter ended March 31, 2020, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2020, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2020

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2020 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

We draw your attention to Note 9 of the statement, which describes that certain estimates and judgements were made related to the COVID-19 pandemic, wherein, the eventual outcome of the impact of this global health pandemic may be different from those estimated by the management.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Statement

This Statement, which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors, and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2020 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the net profit and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in the Indian 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 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 Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, 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 financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Standalone Financial Results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2020 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 this Standalone Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Company 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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.

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2020

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2020 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 ICAI. A review of interim financial information consists of making enquiries, primarily of the Company's personnel 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 SAs specified under section 143(10) of the Act 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.

Other Matters

- As stated in Note 3 of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months period ended December 31, 2018. We have not issued a separate audit report on the results and figures for the quarter ended March 31, 2019.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our report on the Statement is not modified in respect of these matters.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Ganesh Balakrishnan

Partner
(Membership No. 201193)
(UDIN: 20201193AAAADG2603)

Date: June 30, 2020
Place: Hyderabad

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED
FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
PENNAR INDUSTRIES LIMITED**

Opinion and Conclusion

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2020 and;

(b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us,

both ((a) and (b) included in the accompanying "Statement of Consolidated Financial Results for Quarter and Year Ended March 31, 2020" of **PENNAR INDUSTRIES LIMITED** ("the Parent") and its subsidiaries (the parent and its subsidiaries together referred to as "the Group"), ("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 ("the Listing Regulations").

(a) Opinion on Annual Consolidated Financial Results for the year ended March 31, 2020

In our opinion and to the best of our information and according to the explanations given to us, and based on the separate financial statements / financial information of Subsidiaries referred to in Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2020:

- (i) includes the results of the following entities:
 - a) Pennar Industries Limited, the Parent
 - b) Pennar Global Inc., USA, wholly-owned subsidiary
 - c) Enertech Pennar Defense and Engineering Systems Private Limited, India, subsidiary
 - d) Pennar GmbH, Germany (wef December 4, 2019), wholly-owned subsidiary
 - e) Oneworks BIM Technologies Private Limited (wef February 14, 2020), wholly-owned subsidiary
- (ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year ended March 31, 2020.

(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2020

With respect to the Consolidated Financial Results for the quarter ended March 31, 2020, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2020, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2020

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2020 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

We draw your attention to Note 9 of the statement, which describes that certain estimates and judgements were made related to the COVID-19 pandemic, wherein, the eventual outcome of the impact of this global health pandemic may be different from those estimated by the management.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Statement

This Statement, which includes the Consolidated Financial Results is the responsibility of the Company's Board of Directors, and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2020 has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the consolidated net profit and other consolidated comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian 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 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,

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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 respective Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group 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 respective Board of Directors either intends to liquidate the Company 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 responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities

(a) Audit of the Consolidated Financial Results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2020 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 this Consolidated Financial Results.

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 Annual Consolidated Financial Results, 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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

**Deloitte
Haskins & Sells LLP**

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 Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results / Financial information of the entities within the Group to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entity included in the Annual Consolidated Financial Results of which are the independent auditors.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results 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.

(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2020

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2020 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 ICAI. A review of interim financial information consists of making enquiries, primarily of the Company's personnel 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 SAs specified under section 143(10) of the Act 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.

The Statement includes the results of the entities listed under paragraph (a)(i) of Opinion and Conclusion section above.

As part of our annual audit we also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

Other Matters

- As stated in Note 3 of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date audited figures for the 9 months period ended December 31, 2018. We have not issued a separate audit report on the results and figures for the quarter ended March 31, 2019. Our report is not modified in respect of this matter.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- The consolidated financial results includes unaudited financial statements / financial information of four subsidiaries whose financial statements / financial information reflect total assets of ₹ 3,784 lakhs as at March 31, 2020 and total revenues of ₹ 1,589 lakhs and ₹ 7,005 lakhs for the quarter and year ended March 31, 2020 respectively, total net profit after tax and total comprehensive income of ₹ 4 lakhs and ₹ 89 lakhs for the quarter and year ended March 31, 2020 respectively, and net cash flows of ₹ 160 lakhs for the year ended March 31, 2020, as considered in the Statement. These financial statements / financial information are unaudited and have been furnished to us by the management and our opinion and conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of these statements/financial information. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial statements/financial information are not material to the Group.

Our report on the Statement is not modified in respect of the above matter with respect to our reliance on the financial statements/information certified by the Board of Directors.

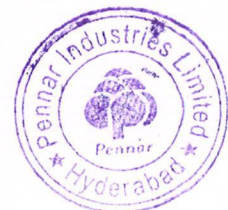
For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Ganesh Balakrishnan
Partner
(Membership No. 201193)
(UDIN: 20201193AAAADH4089)

Date: June 30, 2020
Place: Hyderabad

Particulars	Consolidated		Standalone	
	Audited		Audited	
	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019
ASSETS				
Non-current assets				
Property, plant and equipment	57,286	44,051	57,137	43,991
Right-of-Use Assets (Refer Note 7)	3,534	-	3,534	-
Capital work-in-progress	3,341	11,769	3,341	11,769
Goodwill	322	-	-	-
Other intangible assets	1,430	1,353	1,398	1,353
Financial assets				
(a) Investments	2	2	1,234	264
(b) Trade receivables	4,109	937	4,109	937
(c) Other financial assets	1,034	816	1,001	816
Income tax assets (net) (Refer Note 10)	2,815	1,041	2,806	1,041
Other non-current assets	1,482	1,282	1,363	1,282
Total Non-current assets (1)	75,355	61,251	75,923	61,453
Current assets				
Inventories	43,984	43,855	43,780	43,647
Financial assets				
(a) Investments	4,509	5,211	4,509	5,211
(b) Trade receivables	39,610	46,366	39,237	46,063
(c) Cash and cash equivalents	3,902	1,516	3,565	1,320
(d) Other bank balances	2,020	2,321	2,020	2,321
(e) Loans	2,164	1,954	2,394	1,954
(f) Other financial assets	4,837	3,076	4,727	3,031
Other current assets	8,957	8,806	8,205	8,760
Total Current assets (2)	1,09,983	1,13,105	1,08,437	1,12,307
Total assets (1+2)	1,85,338	1,74,356	1,84,360	1,73,760
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	7,262	7,618	7,262	7,618
Other equity	62,771	59,131	62,401	58,881
Equity attributable to Shareholders of the Company	70,033	66,749	69,663	66,499
Non-controlling interests	57	22	-	-
Total Equity (1)	70,090	66,771	69,663	66,499
LIABILITIES				
Non-current liabilities				
Financial liabilities				
(a) Borrowings	10,233	10,031	10,198	10,031
(b) Lease Liabilities (Refer Note 7)	3,290	-	3,290	-
(c) Other financial liabilities	919	512	919	512
Provisions	1,064	862	1,064	862
Deferred tax liabilities (net) (Refer Note 10)	1,871	2,680	1,871	2,680
Other non-current liabilities	282	604	282	604
Total Non-current liabilities (2)	17,659	14,689	17,624	14,689
Current liabilities				
Financial liabilities				
(a) Borrowings	29,755	31,291	29,596	31,258
(b) Trade payables				
(i) total outstanding dues of micro enterprises and small enterprises	258	455	258	455
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	47,636	44,460	47,484	44,329
(d) Lease Liabilities (Refer Note 7)	387	-	387	-
(d) Other financial liabilities	7,637	5,655	7,350	5,655
Income tax liabilities (net) (Refer Note 10)	3,282	1,560	3,278	1,560
Provisions	596	919	590	850
Other current liabilities	8,038	8,556	8,130	8,465
Total Current liabilities (3)	97,589	92,896	97,073	92,572
Total Liabilities (2+3)	1,15,248	1,07,585	1,14,697	1,07,261
Total Equity and Liabilities (1+2+3)	1,85,338	1,74,356	1,84,360	1,73,760



PENMAR INDUSTRIES LIMITED

(CIN: L27109AP1975PLC001919)

Regd. Office: Floor No. 3, DHFLVC Silicon Towers, Kondapur, Hyderabad 500084, Telangana, India.
Tel: +91 40 40061621; Fax: +91 40 40061618; E-mail: corporatecommunications@penmarindia.com; Website: www.penmarindia.com

Statement of Consolidated and Standalone Financial Results for the Quarter and Year Ended March 31, 2020

Sl. No	Particulars	Consolidated results				Standalone results			
		Quarter Ended		Year Ended		Quarter Ended		Year Ended	
		31-Mar-20 (Refer Note 3)	31-Dec-19 Unaudited	31-Mar-19 (Refer Note 3)	31-Mar-20 Audited	31-Mar-19 (Refer Note 3)	31-Mar-20 Unaudited	31-Mar-19 (Refer Note 3)	31-Mar-20 Audited
1	Income								
	(a) Revenue from operations	45,139	53,738	58,507	2,13,311	45,154	53,207	59,060	2,09,766
	(b) Other income	458	355	511	2,028	458	420	440	2,029
	Total Income	45,597	54,093	59,018	2,15,339	45,612	53,627	59,500	2,11,795
2	Expenses								
	(a) Cost of materials consumed	23,691	27,176	29,851	1,18,460	23,691	27,013	28,432	1,18,255
	(b) Purchase of traded goods	2,668	2,742	1,969	8,463	2,668	2,742	1,969	8,463
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	146	2,356	3,111	(1,143)	128	2,356	3,111	(1,161)
	(d) Employee benefits expense	3,129	4,540	3,717	16,184	2,945	4,416	3,563	15,687
	(e) Finance costs	1,828	2,258	2,267	8,345	1,825	2,262	2,259	8,340
	(f) Depreciation and amortisation expense	1,153	1,137	717	4,282	1,144	1,135	792	4,268
	(g) Other expenses	12,868	12,265	14,006	51,780	13,105	12,149	16,084	51,748
	Total expenses	45,483	52,474	55,638	2,06,371	45,506	52,073	56,210	2,05,864
3	Profit before tax (1-2)	114	1,619	3,380	9,882	106	1,554	3,290	6,195
4	Tax expense								
	(a) Current tax	285	393	848	1,768	281	379	834	1,740
	(b) Deferred tax	(267)	(5)	100	(796)	(267)	(5)	100	(796)
	Total tax expense	18	388	948	972	14	374	934	944
5	Net Profit / (loss) for the period (3-4)	96	1,231	2,432	5,340	92	1,180	2,356	5,251
	Attributable to:								
	Shareholders of the Company	95	1,209	2,415	5,305	92	1,180	2,356	5,251
	Non-controlling interest	1	22	17	35	-	-	-	-
6	Other comprehensive income								
	Items that will not be reclassified subsequently to profit or loss								
	(a) Remeasurement of the net defined benefit liability	(52)	-	(475)	(52)	(52)	-	(475)	(52)
	(b) Income tax relating to above items	13	-	165	13.00	13	-	165	13
	Items that will be reclassified subsequently to profit or loss								
	(a) Exchange differences in translation of foreign operations	59	8	10	67	-	-	-	-
	(b) Income tax relating to above items	-	-	-	-	-	-	-	-
	Total Other comprehensive income/(loss), net of tax	20	8	(300)	28	(39)	-	(310)	(310)
	Attributable to:								
	Shareholders of the Company	20	8	(300)	28	(39)	-	(310)	(310)
	Non-controlling interest	-	-	-	-	-	-	-	-
7	Total comprehensive income (5+6)	116	1,239	2,132	5,368	53	1,180	2,046	5,212
	Attributable to:								
	Shareholders of the Company	103	1,217	2,115	5,333	53	1,180	2,046	5,212
	Non-controlling interest	13	22	17	35	-	-	-	-
8	Paid up equity share capital [Face Value of ₹ 5 per share] (Refer note 4)	7,262	7,550	7,618	7,262	7,262	7,550	7,618	7,262
9	Other equity								
10	Earnings Per Share [Face Value of ₹ 5 per share]								
	(for the quarterly periods - not annualised)								
	Basic and Diluted Earnings per share (in ₹)	0.06	0.79	1.59	3.51	0.06	0.78	1.55	3.47
									4.20



Audited Statement of Cash flows for the year ended March 31, 2020

(₹ in Lakhs)

	Consolidated		Standalone	
	March 31, 2020	March 31, 2019	March 31, 2020	March 31, 2019
Cash flow from operating activities:				
Profit before tax	6,312	9,682	6,195	9,351
Adjustments for:				
Depreciation and amortisation expense	4,282	2,789	4,268	2,787
(Profit)/Loss on sale/scrap of property, plant and equipments (net)	1	140	-	140
(Profit)/Loss on sale of investment	(24)	(355)	(24)	(355)
Exchange differences (net)	(17)	-	(17)	-
Impairment allowance recognised for doubtful trade receivables and other liabilities no longer required, written back	(517)	(429)	(517)	(429)
Trade and other receivables written off	2,782	1,994	2,782	1,994
Provision for doubtful trade and other receivables, loans and advances (net)	2,536	18	2,536	18
Finance costs	8,345	7,518	8,340	7,511
Interest income	(1,089)	(737)	(1,063)	(737)
Dividend income	(111)	-	(111)	-
Operating profit before working capital changes:	22,500	20,620	22,389	20,280
Changes in working capital:				
Trade payables	3,639	7,881	3,475	7,601
Other liabilities	(1,059)	48	(1,223)	(84)
Provisions	(69)	350	(6)	350
Trade receivables	(1,717)	(8,822)	(1,647)	(8,413)
Inventories	(129)	(580)	(133)	(556)
Other assets	(2,245)	1,463	(1,304)	1,550
Cash generated from operations	20,920	20,960	21,551	20,728
Direct taxes paid (net of refunds)	(1,820)	(3,599)	(1,784)	(3,599)
Net cash flow from operating activities (A)	19,100	17,361	19,767	17,129
Cash flows from investing activities:				
Purchase of property, plant and equipments, including capital work-in-progress and capital advances	(9,172)	(22,778)	(9,034)	(22,712)
Proceeds from sale of property, plant and equipments	2	190	2	190
Payment towards acquisition of Business	(61)	-	(61)	-
Investment in subsidiary	-	-	(621)	(1)
Proceeds from sale of current investments (net)	726	2,077	726	2,077
Inter-corporate deposits/ loans (net)	(210)	-	(440)	-
Movement in other bank balances	301	(624)	301	(624)
Interest received	1,089	717	1,094	717
Dividend received from current investments	111	-	111	-
Net cash used in investing activities (B)	(7,214)	(20,418)	(7,922)	(20,353)
Cash flow from financing activities:				
Proceeds from long term borrowings (net)	2,349	1,064	2,279	1,164
Movement in working capital loans (net)	(1,536)	7,733	(1,662)	7,714
Proceeds from issue of share capital	-	1	-	-
Payment towards buyback of shares including transaction costs	(2,048)	-	(2,048)	-
Interest and other borrowing costs paid	(7,934)	(7,512)	(7,834)	(7,505)
Repayment of lease liability	(335)	-	(335)	-
Net cash used in financing activities (C)	(9,504)	1,286	(9,600)	1,373
Net (decrease)/increase in cash and cash equivalents (A + B + C)	2,382	(1,771)	2,245	(1,851)
Cash and cash equivalents at the beginning of the year	1,516	3,287	1,320	3,171
Effect of exchange differences on translation of foreign currency cash and cash equivalents	4	-	-	-
Cash and cash equivalents at the end of the period	3,902	1,516	3,565	1,320
Reconciliation of lease liabilities:				
Opening balance	-	-	-	-
Impact of Ind AS 116	4,012	-	4,012	-
Repayment	(335)	-	(335)	-
Closing balance	3,677	-	3,677	-

Note: The above statement of cash flows has been prepared under the "Indirect Method" as set out in Ind AS 7 "Statement of Cash Flows"





PENNAR INDUSTRIES LIMITED



Date: 30th June, 2020

Place: Hyderabad

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai-400 001	The National Stock Exchange of India Limited Bandra Kurla Complex Bandra East Mumbai-400 051
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Dear Sirs,

Sub: Declaration on Audit reports with unmodified opinion pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is to confirm that, Deloitte Haskins & Sells LLP, Statutory Auditors of the Company, have issued Audit Reports with unmodified opinion on the Standalone and Consolidated Financial Results under the Indian Accounting Standards (INDAS) for the Year ended 31st March, 2020.

This declaration is provided pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

for Pennar Industries Limited

J S Krishna Prasad
Chief Financial Officer



Manufacture of Cold Rolled Steel Strips & Formed Sections, Sheet Metal Pressed, Fabricated & Machined Components, Precision Electric Resistance Welded Tubes, Cold Drawn Electric Resistance Welded Tubes and Fabricated Components & Structures. Design, Development, Manufacture of Hydraulic Cylinders. Manufacture of Railway Coach Accessories Include under Frames using 1.1, 1.4, 7.1 and 8.1 group Materials by SMAW, GMAW & GTAW

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CIN No: L27109AP1975PLC001919



Press release
For immediate release

Pennar Industries' FY2020 consolidated PAT at INR 53.05 crore

Hyderabad, June 30, 2020: Pennar Industries Limited (PIL), a leading value-added engineering products and solutions company, today announced its audited financial results for the year ended March 31st, 2020.

Consolidated Financial Highlights – FY2020

- Net revenue at INR 2,106.55 crore compared to net revenue of INR 2,133.11 crore in FY19;
- EBITDA at INR 189.39 crore compared to EBITDA of INR 199.91 crore in FY19;
- PAT after minority interest at INR 53.05 crore compared to PAT after minority interest at INR 66.44 crore in FY19;

Business Highlights

- During Q4, PIL received orders across business verticals such as building products, tubes, solar, railways, industrial components and pre-engineered buildings.
- The current order book position for pre-engineered building systems segment is INR 335 crore; the order book position for water treatment & chemicals segment is INR 64 crore; and the order book for railways division stood at INR 303 crore.

Commenting on the financial performance, Mr. K M Sunil, Vice President - Corporate Strategy, Pennar Industries Limited said, "Our Q4 performance got impacted due to challenging business environment and due to global pandemic COVID-19 consequently, on Yearly basis we reported 1.25% decrease in revenue over corresponding previous year.

About Pennar Industries Limited:

Pennar Industries (NSE: PENIND, BSE: 513228) is India's leading value-added engineering products and solutions company. The Company has a strong presence across growth sectors in India through business units Railways, Tubes, Industrial Components, Steel Products, PEB, Enviro and its subsidiary companies, Pennar Global Inc. and Enertech Pennar Defense and Engineering Systems Pvt. Ltd. Pennar's all the manufacturing units are ISO 9001:2008-certified and the Company has presence across 10 industry verticals. Pennar has over 30 years of rich experience and more than 1,000 precision engineered products, 2,500 tools and dies, over 600 customers and Eight manufacturing plants located at Patancheru, Sadashivpet, Isnapur, Velchal, and Mallapur near Hyderabad, Chennai in Tamil Nadu and Tarapur in Maharashtra. For more information, please visit www.pennarindia.com

DISCLAIMER:

This release contains statements that contain "forward looking statements" including, but without limitation, statements relating to the implementation of strategic initiatives, and other statements relating to Pennar's future business developments and economic performance. While these forward looking statements indicate our assessment and future expectations concerning the development of our business, a number of risks, uncertainties and other unknown factors could cause actual developments and results to differ materially from our expectations. These factors include, but are not limited to, general market, macroeconomic, governmental and regulatory trends, movements in currency exchange and interest rates, competitive pressures, technological developments, changes in the financial conditions of third parties dealing with us, legislative developments, and

other key factors that could affect our business and financial performance. Pennar undertakes no obligation to publicly revise any forward-looking statements to reflect future / likely events or circumstances

For further information, please contact:

**K M Sunil
Vice-President -Corporate Strategy
Pennar Industries Ltd
9704444606**



PENNAR INDUSTRIES LIMITED



Pennar/2020-21/001

30th June 2020

The General Manager, DCS – CRD
BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort,
MUMBAI - 400 001
Scrip Code: 513228

The General Manager, DCS – CRD
National Stock Exchange of India Ltd
Exchange Plaza,
Bandra-Kurla Complex,
Bandra (East),
MUMBAI - 400 051
Symbol: PENIND

Dear Sirs,

Sub: Disclosure under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Disclosure relating to impact of CoVID-19 pandemic on the Company

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May 2020 and further to earlier disclosure on the subject dated 22nd March 2020, an update relating to the impact of the COVID-19 pandemic and the resultant lockdown, on the operations of the Company and the current status is attached.

This is for your information and

record. Thank you,

Yours truly,

For PENNAR INDUSTRIES LIMITED

Mirza Mohammed Ali Baig
Company Secretary



Encl. As stated

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COVID-19 Pandemic Situation- Update Operations

A. Impact on the business

The lockdowns and restrictions imposed on various activities due to COVID – 19 pandemic have significantly impacted all the businesses of Pennar Industries Limited (the “Company”/“Pennar”) and certain Subsidiaries.

The Company's operations were hit substantially from mid of March to mid of May 2020, when lockdown was gradually lifted. Corporate offices, regional offices, retail operations and manufacturing facilities were fully shut during the period and the Company was able to conduct some engineering services operations by facilitating work from home.

B. Ability to maintain operations including the factories/units/office spaces functioning and closed down

As stated earlier, manufacturing facilities were fully shut down during the lockdown phase as the Company's products and services were not part of Government denominated essential services. Corporate and regional offices were also shut, but the Company adopted the work from home policy during the entire duration of the lockdown.

C. Schedule, if any, for restarting the operations and steps taken to ensure smooth functioning of operations

With the lifting of the lockdown restrictions, the Company has started re-opening its plants in the non-containment zones, after establishing thorough and well-rehearsed safety protocols, with a workforce consisting of 30 – 40 % of employees. These protocols include usage of sanitizers by employees before entering into the company's premises, allowing limited number of persons inside the office, regular thermal screening, compulsory use of face masks, rotation of employee staff, etc.

Manufacturing activities have commenced gradually at most of the facilities. However, production ramp up will be based on the improvement in the overall economic activity and improvement at the end-users sectors, lifting of restrictions in movement at night and Company's demand forecast. In the short term, it is therefore expected that the capacity utilization at the manufacturing facilities will be well below the normal levels.

D. Estimation of the future impact of CoVID-19 on its operations

These are early days and the Company is not in a position to gauge with certainty the future impact on operations but the Company currently expects normalcy to return in Q3 of the current fiscal.





PENNAR INDUSTRIES LIMITED



The drop in sales has impacted Company contribution and profitability in the near term and is expected to impact Company's contribution and profitability till the situation normalizes.

F. Impact of CoVID-19 on capital and financial resources, profitability, liquidity position, ability to service debt, assets and internal financial reporting and control

The Company has sought moratorium on its term loans and working capital loans for the period of 3 months. The Company is in regular touch with its bankers and is evaluating the situation on real time basis. The Company is in a comfortable liquidity position due to extension of Letter of credit and has adequate banking limits being in place as the Company continues to enjoy the similar rating in both short term (A1) and long term (AA) borrowings by . The strong balance sheet of the Company is expected to be a key differentiator in the market place. This enables the Company to support vendors financially during this crisis to a certain extent.

Even before COVID-19, the Company had embarked upon a Company-wide initiative to bring down costs and conserve cash. This programme is well under way and the Company is expected to benefit from these initiatives in future.

In last 2 months, the Company's operating cash flow was negative due to virtually zero sales during the first 6 weeks of lockdown. However, cash outflow is recovering as sale of products and services commences. Thus, the COVID-19 situation is expected to adversely affect the profitability during FY2021.

The Company does not see incremental risk to recoverability of assets (Inventories, investments, Receivables, etc.) given the measures being taken to mitigate the risks. There is also no impact on internal financial controls due to the COVID-19 situation.

G. Impact of COVID-19 on supply chain

There is minimum disruption in the supply chain as most of the vendors have re-started their production and are ready to provide required supplies.

Manufacturing facilities are ready for production and will commence depending on the demand, Government order and the inventory being liquidated.

H. Existing contracts/agreements where non-fulfilment of the obligations by any party will have significant impact on the listed entity's business

The Company is well positioned to fulfil its obligations and also does not foresee any significant impact on the business due to non-fulfilment of the obligations by any party.



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PENNAR INDUSTRIES LIMITED



I. Annual Audited Accounts – FY 20

Generally, the Company publishes its annual audited accounts by second week of May of each year. However, due to the current situation, the Board meeting to adopt the accounts is held today i.e., 30th June 2020.

For Pennar Industries Limited

Sd/-



J S Krishna Prasad
Chief Financial Officer

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