

Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2023

(Rs. in million)

	Particulars	Consolidated				
		Quarter ended			Year ended	
		March 31, 2023 (Audited)#	December 31, 2022 (Unaudited)	March 31, 2022 (Audited)#*	March 31, 2023 (Audited)	March 31, 2022 (Audited)*
I	Revenue from operations	6,990.09	6,920.99	5,059.17	27,523.55	18,404.77
II	Other income	55.87	51.73	67.94	386.38	366.47
III	<b>Total income (I+II)</b>	<b>7,045.96</b>	<b>6,972.72</b>	<b>5,127.11</b>	<b>27,909.93</b>	<b>18,771.24</b>
IV	<b>Expenses</b>					
	Cost of materials consumed	3,449.20	4,073.71	2,713.63	15,756.54	10,484.07
	Purchases of stock-in-trade	89.09	108.73	90.31	437.11	359.33
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	368.81	(102.69)	235.02	(24.35)	(56.06)
	Employee benefits expense	1,483.97	1,389.06	844.29	5,744.03	3,363.75
	Finance costs	114.65	103.71	31.93	355.71	145.23
	Depreciation and amortization expense	231.30	247.14	151.64	954.55	585.11
	Other expenses	728.03	643.22	410.34	2,483.94	1,654.64
	<b>Total expenses</b>	<b>6,465.05</b>	<b>6,462.88</b>	<b>4,477.16</b>	<b>25,707.53</b>	<b>16,536.07</b>
V	<b>Profit before exceptional items and tax expenses (III-IV)</b>	<b>580.91</b>	<b>509.84</b>	<b>649.95</b>	<b>2,202.40</b>	<b>2,235.17</b>
VI	Exceptional Items [Refer Note 4 (a), 4 (b) & 4 (c)]	-	-	-	-	116.46
VII	<b>Profit before tax expenses (V+VI)</b>	<b>580.91</b>	<b>509.84</b>	<b>649.95</b>	<b>2,202.40</b>	<b>2,351.63</b>
VIII	<b>Tax expense (net):</b>					
	Current tax	118.79	196.76	184.13	695.01	629.47
	Deferred tax charge/ (credit)	52.03	(67.30)	(20.54)	(13.70)	(8.61)
	<b>Total tax expenses (net)</b>	<b>170.82</b>	<b>129.46</b>	<b>163.59</b>	<b>681.31</b>	<b>620.86</b>
IX	<b>Profit for the period (VII-VIII)</b>	<b>410.09</b>	<b>380.38</b>	<b>486.36</b>	<b>1,521.09</b>	<b>1,730.77</b>
X	<b>Other comprehensive income/ (loss), net of taxes</b>					
A	Items that will not be reclassified to profit or loss					
	Re-measurement gain/(loss) on defined benefit plan	8.80	0.07	6.76	(3.71)	(3.19)
B	Items that will be reclassified to profit or loss					
	Net exchange differences on translation of foreign operations	111.53	176.73	33.85	160.87	42.31
	Net change in fair value of Hedging instrument	-	-	-	-	3.04
		120.33	176.80	40.61	157.16	42.16
XI	<b>Total comprehensive income for the period (IX+X)</b>	<b>530.42</b>	<b>557.18</b>	<b>526.97</b>	<b>1,678.25</b>	<b>1,772.93</b>
XII	Paid-up equity share capital (Face value: Re.1/- each)	138.39	138.39	138.39	138.39	138.39
XIII	Other equity	-	-	-	12,106.41	10,701.30
XIV	<b>Earnings per share (Face value: Re.1/- each) (in Rs.) (Not annualised in case of interim periods)</b>					
	Basic	2.96	2.75	3.51	10.99	12.49
	Diluted	2.96	2.75	3.51	10.98	12.48

\* Refer note 5 (b)

# Refer note 8

For Suprajit Engineering Limited

  
K Ajith Kumar Rai  
Chairman

Statement of Consolidated Assets and Liabilities

(Rs. in million)

Particulars	As at March 31, 2023 (Audited)*	As at March 31, 2022 (Audited)*
<b>I ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,662.94	3,510.85
Capital work in progress	273.69	93.90
Right-of-use assets	886.68	402.26
Goodwill	1,363.87	1,261.00
Other intangible assets	1,161.40	702.03
Intangible assets under development	4.07	7.82
<b>Financial assets</b>		
Investments	24.66	30.71
Other financial assets	81.41	72.94
Deferred tax assets (net)	124.82	-
Income tax assets (net)	22.68	22.06
Other non-current assets	116.63	105.37
	<b>8,722.85</b>	<b>6,208.94</b>
<b>Current assets</b>		
Inventories	4,826.04	3,432.83
<b>Financial assets</b>		
Investments	4,426.81	2,588.19
Trade receivables	4,608.36	2,971.86
Cash and cash equivalents	1,001.04	1,860.73
Other bank balances	67.43	18.47
Loans	13.20	14.22
Other financial assets	24.50	82.56
Income tax assets (net)	138.83	-
Other current assets	516.14	207.45
	<b>15,622.35</b>	<b>11,176.31</b>
<b>Total assets</b>	<b>24,345.20</b>	<b>17,385.25</b>
<b>II EQUITY AND LIABILITIES</b>		
<b>A EQUITY</b>		
Equity share capital	138.39	138.39
Other equity	12,106.41	10,701.30
	<b>12,244.80</b>	<b>10,839.69</b>
<b>B LIABILITIES</b>		
<b>Non-current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	2,648.21	138.40
Lease liabilities	531.68	205.87
Other financial liabilities	60.84	29.99
Provisions	75.72	64.76
Deferred tax liability (net)	607.28	553.83
Other non-current liabilities	22.64	10.56
	<b>3,946.37</b>	<b>1,003.41</b>
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
Borrowings	3,769.16	2,976.64
Lease liabilities	226.16	44.45
Trade payables		
Total outstanding dues of micro and small enterprises	360.76	310.02
Total outstanding dues of creditors other than micro and small enterprises	2,562.40	1,629.64
Other financial liabilities	514.97	198.76
Other current liabilities	234.79	125.81
Provisions	348.40	141.67
Current tax liabilities (net)	137.39	115.16
	<b>8,154.03</b>	<b>5,542.15</b>
<b>Total equity and liabilities</b>	<b>24,345.20</b>	<b>17,385.25</b>

\* Refer note 5 (b)

For Suprajit Engineering Limited

  
 K Ajith Kumar Rai  
 Chairman

**SUPRAJIT ENGINEERING LIMITED**  
 Regd Office: No. 100 & 101, Bommasandra Industrial Area, Bengaluru-560 099.  
 Website - www.suprajit.com, email - info@suprajit.com  
 CIN - L29199KA1985PLC006934

**Consolidated Statement of Cash Flows**

<i>(Rs. in million)</i>		
Particulars	March 31, 2023 (Audited)*	March 31, 2022 (Audited)*
<b>A Operating activities</b>		
Profit before tax expense	2,202.40	2,351.63
<b>Adjustments to reconcile profit before tax expense to net cash flows:</b>		
Depreciation and amortization expense	954.55	585.11
Allowance for doubtful receivables (net)	12.30	7.94
Loss /(profit) on disposal of property, plant and equipment (net)	7.83	1.87
Liabilities no longer required written back	(4.09)	(1.34)
Fair value gain in financial instruments	(164.68)	(160.57)
Finance cost	355.71	145.23
Interest income	(3.47)	(5.08)
Employee share based payments	24.41	23.50
Exceptional Items	-	(116.46)
<b>Operating profit before working capital changes</b>	<b>3,384.96</b>	<b>2,831.83</b>
<b>Working capital adjustments:</b>		
(Increase)/decrease in inventories	(272.29)	(276.76)
(Increase)/decrease in trade receivables	379.27	341.72
(Increase)/decrease in loans	18.23	(4.08)
(Increase)/decrease in other financial assets	48.85	(87.17)
(Increase)/decrease in other assets	(226.53)	132.36
Increase/(decrease) in trade payables	(163.09)	(531.82)
Increase/(decrease) in other financial liabilities	290.27	6.27
Increase/(decrease) in provisions	(340.35)	11.42
Increase/(decrease) in other liabilities	118.91	(23.49)
<b>Cash generated from operations</b>	<b>3,238.24</b>	<b>2,400.28</b>
Direct taxes paid (net of refund)	(847.36)	(584.47)
<b>Net cash flows from operating activities</b>	<b>2,390.88</b>	<b>1,815.81</b>
<b>B Investing activities</b>		
Purchase of property, plant and equipment	(919.03)	(526.54)
Proceeds from sale of property, plant and equipment	3.50	1.54
Consideration paid towards acquisition of Light Duty Cable (LDC) business unit	(3,167.76)	-
Purchase of investments	(2,770.00)	(1,270.02)
Sales of investments	1,102.11	2,006.86
Movement in deposits (net)	(50.13)	151.60
Interest received	8.41	1.56
<b>Net cash flows from/ (used in) investing activities</b>	<b>(5,792.90)</b>	<b>365.00</b>
<b>C Financing activities</b>		
Movement in working capital loans (net)	139.98	431.34
Movement in long term borrowings (net)	2,777.52	(474.39)
Interest paid	(335.28)	(149.89)
Payment of lease liabilities	(66.64)	(56.38)
Dividend paid to equity shareholders	(283.69)	(274.61)
Issue of share capital	0.01	0.01
Buy-back of equity shares	-	(480.00)
Tax on buy-back of equity shares	-	(110.95)
<b>Net cash flows used in financing activities</b>	<b>2,231.90</b>	<b>(1,114.87)</b>
<b>D Net increase in cash and cash equivalents (A+B+C)</b>	<b>(1,170.12)</b>	<b>1,065.94</b>
Net foreign exchange difference on cash and cash equivalents	103.97	24.04
Cash and cash equivalents at the beginning of the year	1,860.73	770.75
Cash and cash equivalents on business acquisition	206.46	-
<b>E Cash and cash equivalents at the end of year</b>	<b>1,001.04</b>	<b>1,860.73</b>
<b>Cash and cash equivalents at end of year comprises -</b>		
Cash on hand	1.06	1.05
<b>Balance with banks on</b>		
Current accounts	849.36	1,832.16
EEFC accounts	150.62	27.52
<b>Total cash and cash equivalents</b>	<b>1,001.04</b>	<b>1,860.73</b>

\* Refer note 5 (b)

For Suprajit Engineering Limited

  
 R. Althi Kumar Rai  
 Chairman

**Notes:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on May 29, 2023.
- 2 The consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Group is engaged in the business of manufacturing and selling of automotive and other components, which are monitored as a single segment by the chief operating decision maker, accordingly, these, in the context of Ind AS 108 on operating segments reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosure.
- 4 (a) The US Federal government in the wake of COVID-19 pandemic provided support to business through Paycheck Protection Program (PPP). Wescon Controls LLC (Wescon), a wholly owned subsidiary obtained a benefit under this scheme for USD 2.16 Million (₹ 158.98 Million) during May 2020. During the year ended March 31, 2022, Wescon obtained complete waiver of the loan amount and accordingly the loan and interest accrued thereon has been recognised by the group as an exceptional item.  
  
(b) The Group carried out the impairment exercise in respect of carrying value of Goodwill and basis valuation, the management had made an impairment provision of ₹ 127.25 Million towards carrying value of goodwill in relation to Luxlite Lamp SARL during the year ended March 31, 2022.  
  
(c) The Group evaluated the provision made towards investment in Franklin Templeton Mutual Fund (FTMF) and reversed the provision of ₹ 82.09 Million out of the total provision of ₹ 108.53 Million during the year ended March 31, 2022 considering the redemption and realisation of significant portion of investments in FTMF.
- 5 **Business combination**  
(a) The Group entered into a definitive Share and Asset Purchase Agreement with Kongsberg Automotive ASA, Norway and acquired Light Duty Cable (LDC) business. The transaction was completed with economic completion date of April 1, 2022 for a total cash consideration of ₹ 3,187.33 Million. The Group has accounted the business acquisition on the basis of purchase price allocation as per the valuation carried out by an independent valuer.  
  
(b) Considering the effect of consolidation of LDC business beginning April 1, 2022, the comparative amounts for the quarter and year ended March 31, 2022 and March 31, 2023 are not comparable.
- 6 The Board of Directors, at its meeting held on May 29, 2023, recommended final dividend of Re. 1.25/- (125%) per equity share (face value: Re. 1/- each) for the financial year 2022-23. Also during the year the Board of Directors had declared interim dividend of Re. 1.05 (105%) per share (face value: Re. 1/- each). In financial year ended March 31, 2022, the Company declared Interim dividend of Re. 0.90 (90%) per share and a final dividend of Re. 1.10/- (110%) per share.
- 7 Trifa Lamps Germany GmbH, the German subsidiary, will be voluntarily wound up subject to statutory and other necessary approvals.
- 8 The figures of last quarter of current year and previous year are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures for nine months of the respective year.

For and on behalf of the Board of Directors

  
K. AJITH KUMAR RAI  
Chairman  
(DIN: 01160327)

Place : Bengaluru  
Date: May 29, 2023

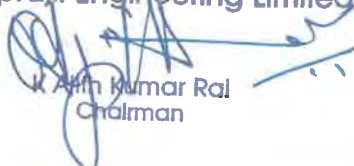
Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2023

(Rs. in million)

	Particulars	Standalone				
		Quarter ended			Year Ended	
		March 31, 2023 (Audited)*	December 31, 2022 (Unaudited)	March 31, 2022 (Audited)*	March 31, 2023 (Audited)	March 31, 2022 (Audited)
I	Revenue from operations	3,394.86	3,683.44	3,562.27	14,310.19	12,712.84
II	Other income (Refer note 7)	(3.09)	139.99	51.91	435.77	296.89
III	<b>Total income (I+II)</b>	<b>3,391.77</b>	<b>3,823.43</b>	<b>3,614.18</b>	<b>14,745.96</b>	<b>13,009.73</b>
IV	<b>Expenses</b>					
	Cost of materials consumed	1,865.87	2,364.03	2,255.89	8,952.14	8,067.09
	Purchases of stock-in-trade	6.49	8.52	5.57	32.13	20.58
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	200.15	(80.52)	95.72	23.98	16.67
	Employee benefits expense	434.74	465.21	438.91	1,832.45	1,662.12
	Finance costs	47.38	47.27	23.14	162.18	95.88
	Depreciation and amortization expense	75.49	73.72	71.85	292.13	265.27
	Other expenses	260.95	234.56	213.09	974.16	819.69
	<b>Total expenses</b>	<b>2,891.07</b>	<b>3,112.79</b>	<b>3,104.17</b>	<b>12,269.17</b>	<b>10,947.30</b>
V	<b>Profit before exceptional items and tax expenses (III-IV)</b>	<b>500.70</b>	<b>710.64</b>	<b>510.01</b>	<b>2,476.79</b>	<b>2,062.43</b>
VI	Exceptional Items [Refer Note 4 (a) and 4 (b)]	-	-	-	-	(413.29)
VII	<b>Profit before tax expenses (V-VI)</b>	<b>500.70</b>	<b>710.64</b>	<b>510.01</b>	<b>2,476.79</b>	<b>1,649.14</b>
VIII	<b>Tax expense (net):</b>					
	Current tax	105.77	170.83	142.90	589.79	519.28
	Deferred tax charge/ (credit)	9.38	(5.23)	(16.89)	19.18	5.67
	<b>Total tax expenses (net)</b>	<b>115.15</b>	<b>165.60</b>	<b>126.01</b>	<b>608.97</b>	<b>524.95</b>
IX	<b>Profit for the period (VII-VIII)</b>	<b>385.55</b>	<b>545.04</b>	<b>384.00</b>	<b>1,867.82</b>	<b>1,124.19</b>
X	<b>Other comprehensive income/ (loss), net of taxes</b> Items that will not be reclassified to profit or loss Re-measurement gain/(loss) on defined benefit plan	8.38	0.16	6.51	(2.15)	(3.06)
		<b>8.38</b>	<b>0.16</b>	<b>6.51</b>	<b>(2.15)</b>	<b>(3.06)</b>
XI	<b>Total comprehensive income for the period (IX+X)</b>	<b>393.93</b>	<b>545.20</b>	<b>390.51</b>	<b>1,865.67</b>	<b>1,121.13</b>
XII	Paid-up equity share capital (Face value: Re.1/- each)	138.39	138.39	138.39	138.39	138.39
XIII	Other equity	-	-	-	10,860.14	9,267.61
XIV	<b>Earnings per share (Face value: Re.1/- each) (in Rs.)</b> (Not annualised in case of interim periods)					
	Basic	2.79	3.94	2.77	13.50	8.11
	Diluted	2.78	3.93	2.77	13.48	8.10

\* Refer note 8

For Suprajit Engineering Limited

  
K. Arin Kumar Raj  
Chairman

SUPRAJIT ENGINEERING LIMITED  
 Regd Office: No. 100 & 101, Bommasandra Industrial Area, Bengaluru-560 099.  
 Website - www.suprajit.com, email - info@suprajit.com  
 CIN - L29199KA1985PLC006934

Statement of Standalone Assets and Liabilities

		(Rs. in million)	
Particulars	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)	
<b>I ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2,998.84	2,645.19	
Capital work in progress	201.00	79.08	
Right-of-use assets	205.35	223.74	
Intangible assets	37.22	11.88	
Intangible assets under development	4.07	7.82	
<b>Financial assets</b>			
Investments	2,624.25	1,945.18	
Loans	411.08	1,440.33	
Other financial assets	57.76	52.59	
Income tax assets (net)	22.68	22.06	
Other non-current assets	72.82	100.81	
	<b>6,635.07</b>	<b>6,528.68</b>	
<b>Current assets</b>			
Inventories	1,903.58	1,855.16	
<b>Financial assets</b>			
Investments	3,869.17	2,190.37	
Trade receivables	2,743.11	2,643.19	
Cash and cash equivalents	417.12	273.56	
Other bank balances	67.43	18.47	
Loans	11.79	13.43	
Other financial assets	3.98	16.24	
Other current assets	103.01	112.97	
	<b>9,119.19</b>	<b>7,123.39</b>	
<b>Total assets</b>	<b>15,754.26</b>	<b>13,652.07</b>	
<b>II EQUITY AND LIABILITIES</b>			
<b>A EQUITY</b>			
Equity share capital	138.39	138.39	
Other equity	10,860.14	9,267.61	
	<b>10,998.53</b>	<b>9,406.00</b>	
<b>B LIABILITIES</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	675.00	105.83	
Lease liabilities	48.46	58.56	
Other financial liabilities	32.32	27.46	
Provisions	63.32	51.66	
Deferred tax liability (net)	179.70	161.24	
Other non-current liabilities	19.20	6.97	
	<b>1,018.00</b>	<b>411.72</b>	
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	1,766.95	2,015.14	
Lease liabilities	10.10	14.26	
Trade payables			
Total outstanding dues of micro and small enterprises	350.01	295.45	
Total outstanding dues of creditors other than micro and small enterprises	1,096.23	1,070.74	
Other financial liabilities	196.97	172.25	
Other current liabilities	166.47	106.23	
Provisions	81.27	80.05	
Current tax liabilities (net)	69.73	80.23	
	<b>3,737.73</b>	<b>3,834.35</b>	
<b>Total equity and liabilities</b>	<b>15,754.26</b>	<b>13,652.07</b>	

For Suprajit Engineering Limited

  
 Kalpana Kumari Rai  
 Chairman

**SUPRAJIT ENGINEERING LIMITED**  
 Regd Office: No. 100 & 101, Bommasandra Industrial Area, Bengaluru-560 099.  
 Website - www.suprajit.com, email - info@suprajit.com  
 CIN - L29199KA1985PLC006934

**Standalone Statement of Cash Flows**

<i>(Rs. in million)</i>		
Particulars	March 31, 2023 (Audited)	March 31, 2022 (Audited)
<b>A Operating activities</b>		
Profit before tax expense	2,476.79	1,649.14
<b>Adjustments to reconcile profit before tax expense to net cash flows:</b>		
Depreciation and amortization expense	292.13	265.27
Allowance for doubtful receivables (net)	6.92	6.34
Loss /(profit) on disposal of property, plant and equipment (net)	(0.07)	(0.55)
Liabilities no longer required written back	(3.20)	-
Fair value gain in financial instruments	(141.77)	(143.02)
Finance cost	162.18	95.88
Interest income	(44.51)	(3.67)
Dividend income	(69.55)	(69.91)
Exceptional Items	-	413.29
Financial guarantee income	(23.16)	-
Employee share based payments	22.03	21.45
<b>Operating profit before working capital changes</b>	<b>2,677.79</b>	<b>2,234.22</b>
<b>Working capital adjustments:</b>		
(Increase)/decrease in inventories	(48.42)	(24.98)
(Increase)/decrease in trade receivables	(106.84)	82.97
(Increase)/decrease in loans	(63.10)	(4.10)
(Increase)/decrease in other financial assets	5.59	(12.34)
(Increase)/decrease in other assets	9.05	37.25
Increase/(decrease) in trade payables	83.25	(406.82)
Increase/(decrease) in other financial liabilities	21.17	10.20
Increase/(decrease) in provisions	10.01	12.99
Increase/(decrease) in other liabilities	72.47	(13.72)
<b>Cash generated from operations</b>	<b>2,660.97</b>	<b>1,915.67</b>
Direct taxes paid (net of refund)	(600.91)	(520.32)
<b>Net cash flows from operating activities</b>	<b>2,060.06</b>	<b>1,395.35</b>
<b>B Investing activities</b>		
Purchase of property, plant and equipment and other intangible assets	(751.87)	(446.75)
Proceeds from sale of property, plant and equipment	1.58	1.11
Purchase of investments	(2,518.94)	(1,120.00)
Sales of investments	987.96	1,956.29
Movement in deposits (net)	(50.13)	150.58
Interest received	48.24	1.36
Dividend received from subsidiary companies	69.55	69.91
Corporate financial guarantee income realisation	24.45	-
Loan repayment from /(given to) subsidiary company	411.25	(1,440.33)
<b>Net cash flows used in investing activities</b>	<b>(1,777.91)</b>	<b>(827.83)</b>
<b>C Financing activities</b>		
Movement in working capital loans (net)	(329.38)	461.82
Movement in long term borrowings (net)	650.36	(111.22)
Interest paid	(161.63)	(99.38)
Payment of lease liabilities	(14.26)	(8.91)
Dividend paid to equity shareholders	(283.69)	(274.61)
Issue of share capital	0.01	0.01
Buy-back of equity shares	-	(480.00)
Tax on buy-back of equity shares	-	(110.95)
<b>Net cash flows used in financing activities</b>	<b>(138.59)</b>	<b>(623.24)</b>
<b>D Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>143.56</b>	<b>(55.72)</b>
Cash and cash equivalents at the beginning of the year	273.56	329.28
<b>E Cash and cash equivalents at the end of year</b>	<b>417.12</b>	<b>273.56</b>
Cash and cash equivalents at end of year comprises -		
Cash on hand	0.71	0.91
Balance with banks on		
Current accounts	279.07	248.65
EEFC accounts	137.34	24.00
<b>Total cash and cash equivalents</b>	<b>417.12</b>	<b>273.56</b>

**For Suprajit Engineering Limited**

  
 Rajesh Kumar Rai  
 Chairman

**Notes:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on May 29, 2023.
- 2 The standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Company is engaged in the business of manufacturing and selling of automotive and other components, which are monitored as a single segment by the chief operating decision maker, accordingly, these, in the context of Ind AS 108 on operating segments reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosure.
- 4 (a) The Company carried out the impairment exercise in respect of investment in Luxlite Lamp SARL and basis valuation, the Company had made impairment provision of ₹ 484.79 Million towards carrying value of investment during the year ended March 31, 2022.  
  
(b) The Company evaluated the provision made towards investment in Franklin Templeton Mutual Fund (FTMF) and reversed the provision of ₹ 71.50 Million out of the total provision of ₹ 97.95 Million during the year ended March 31, 2022 considering the redemption and realisation of significant portion of investments in FTMF.
- 5 The Company entered into a definitive Share and Asset Purchase Agreement with Kongsberg Automotive ASA, Norway and through its wholly owned subsidiary, Suprajit USA Inc., acquired Light Duty Cable (LDC) business. The transaction was completed with economic completion date of April 1, 2022 for a total cash consideration of ₹ 3,187.33 Million.
- 6 The Board of Directors, at its meeting held on May 29, 2023, recommended final dividend of Re. 1.25/- (125%) per equity share (face value: Re. 1/- each) for the financial year 2022-23. Also during the year the Board of Directors had declared interim dividend of Re. 1.05 (105%) per share (face value: Re. 1/- each). In financial year ended March 31, 2022, the Company declared Interim dividend of Re. 0.90 (90%) per share and a final dividend of Re. 1.10/- (110%) per share.
- 7 During the quarter and year ended March 31, 2023, the Company converted loan given to its wholly owned subsidiary Suprajit USA Inc. to the extent of USD 9 Million (₹ 682.74 Million) into equity /common stock effective from April 01, 2022 and accordingly interest income and foreign exchange gain recognised during the nine months period ended December 31, 2022 aggregating to ₹ 107.38 Million has been reversed.
- 8 The figures of last quarter of current year and previous year are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures for nine months of the respective year.

For and on behalf of the Board of Directors

Place : Bengaluru  
Date: May 29, 2023

  
K. AJITH KUMAR RAI  
Chairman  
(DIN - 01160327)



## PRESS RELEASE

### FINANCIAL RESULTS AND BUSINESS UPDATE – 29<sup>th</sup> MAY 2023.

(Rs. In Million)

#### Results for the year ended :

STANDALONE	MARCH 2023		MARCH 2022		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	14,310.19		12,712.84		12.56%
EBITDA (Operational)	2,495.33	17.44%	2,126.69	16.73%	17.33%

CONSOLIDATED (Excluding LDC)	MARCH 2023		MARCH 2022		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	20,592.76		18,404.77		11.89%
EBITDA (Operational)	3,124.51	15.17%	2,599.04	14.12%	20.22%

CONSOLIDATED (Including LDC)	MARCH 2023		MARCH 2022		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	27,523.55		18,404.77		49.55%
EBITDA (Operational)	3,187.42	11.58%	2,599.04	14.12%	22.64%

Phoenix Lamps Division Consolidated (PLD)	MARCH 2023		MARCH 2022		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	3,640.01		3,418.68		6.47%
EBITDA (Operational)	299.20	8.22%	241.78	7.07%	23.75%

SENA DIVISION (NON-AUTOMOTIVE)	MARCH 2023		MARCH 2022		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	4,601.74		4,199.58		9.58%
EBITDA (Operational)	666.35	14.48%	604.36	14.39%	10.26%

LDC DIVISION	Q1 June-22	Q2 Sep-22	Q3 Dec-22	Q4 Mar-23
OPERATING REVENUE (Net of taxes)	1,596.29	1,689.39	1,794.83	1,858.00
EBITDA (Operational)	(72.44)	(15.65)	66.18	85.69
EBITDA (Operational) %	(4.54%)	(0.93%)	3.69%	4.61%

Above Operational EBITDA is without considering all non-operational income, forex gain / loss & acquisition expenses.

**Results for the quarter ended**

(Rs. In Million)

STANDALONE	Q4 MAR-23		Q4 MAR-22		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	3,394.86		3,562.27		(4.70%)
EBITDA (Operational)	626.66	18.46%	553.09	15.53%	13.30%

CONSOLIDATED (Excluding LDC)	Q4 MAR-23		Q4 MAR-22		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	5,139.48		5,059.17		1.59%
EBITDA (Operational)	811.02	15.78%	765.58	15.13%	5.93%

CONSOLIDATED (Including LDC)	Q4 MAR-23		Q4 MAR-22		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	6,990.09		5,059.17		38.17%
EBITDA (Operational)	895.52	12.81%	765.58	15.13%	16.97%

Phoenix Lamps Division Consolidated (PLD)	Q4 MAR-23		Q4 MAR-22		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	928.56		962.21		(3.50%)
EBITDA (Operational)	79.68	8.58%	64.77	6.73%	23.01%

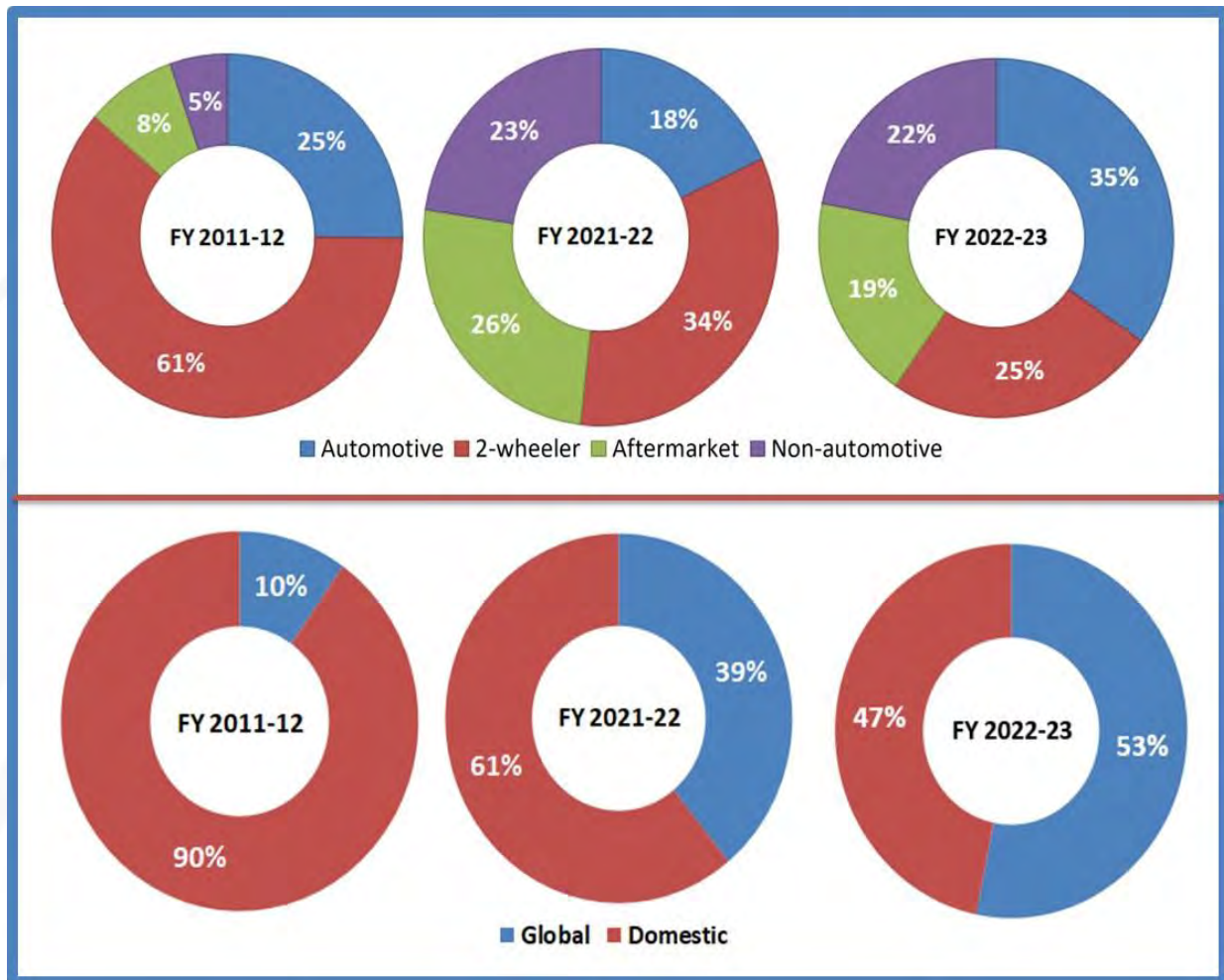
SENA DIVISION (NON-AUTOMOTIVE)	Q4 MAR-23		Q4 MAR-22		Growth
	Amount	%	Amount	%	
OPERATING REVENUE (Net of taxes)	1,164.44		1,132.06		2.86%
EBITDA (Operational)	274.68	23.59%	231.80	20.48%	18.50%

Above Operational EBITDA is without considering all non-operational income, forex gain / loss & acquisition expenses.

**Group Debt Level:**

PARTICULARS	Mar-23	Mar-22
Long Term	2,648	138
Short Term	3,769	2,977
<b>TOTAL</b>	<b>6,417</b>	<b>3,115</b>
Investment in Mutual Funds	4,451	2,619

### Sector and Geographical Transformation:



### BUSINESS UPDATE:

- The Board has recommended a final dividend of Rs. 1.25 (125%) per equity share of Re.1/- each for the year 2022-23, making the total dividend at Rs.2.30 (230%) as against the total dividend of Rs.2.00 (200%) per equity share of Re.1/- each, paid during the previous year. The aggregate of the dividend payout for the year under report is Rs. 318.30 Million against Rs. 276.77 Million paid during the previous year.
- The overall Indian automotive segment grew at 11% during the year 2022-23. Against this, Suprajit's India business grew at 12.56%, despite a weak 2-wheeler market.
- The consolidated business grew at 49.55% as compared to 14.12% in previous year.
- High interest rates and inflation are having its impact on the global economy, leading to recessionary trends globally.

- Ukraine war is of particular concern in the European region, where automotive volumes have shrunk further.
- Margins consolidated in the 4th quarter, compared to previous quarters both on standalone and consolidated basis.
- EV market expansion continues amidst FLAME issues.

#### **DIVISIONAL HIGHLIGHTS FOR THE YEAR:**

##### **Domestic Cable Division (DCD) :**

- DCD performed strongly both in sales growth and margins improvements, due to strong performance in OEM and aftermarket.
- Two-wheeler market continues to be under pressure, with a negative growth of 4% in Q4.
- The new facility for comprehensive aftermarket cable manufacturing commenced its operations during February 2023. This consolidation will further strengthen aftermarket, distribution, performance and growth.
- DCD continues to support the new EV players with new products.

##### **Suprajit Automotive (SAL) and Suprajit Europe (SEU):**

- SAL & SEU performed commendably during the year with sales growth and margin improvement despite muted automotive volume in Europe and US.
- New business pipeline is robust for the coming years, giving clear visibility for the division.
- Won multiple new cable businesses with key European OEMs for their EV platforms.

##### **Suprajit Engineering Non-Automotive (SENA) Division:**

- The North American markets in this segment have slowed down, and is expected to continue to be soft due to customer pressure in US.
- The sales growth has been modest, but margins have remained stable.
- New opportunities for the division continue to be promising for products like seeder gearboxes and electronic controls.

##### **Phoenix Lamps Division (PLD):**

- The year may be considered as a year of recovery for the division, post tremendous pressure on input costs and price pressure on the products in the marketplace.
- This division has recovered remarkably during the year with business growth and margin improvement, despite LED penetration in the headlamp segment.
- Restructuring plan for PLD and its subsidiaries has been in motion in the last 2 years, which has further aided in the turnaround of margins for the second half of the year.

- Trifa Lamps Germany GmbH will be liquidated this year after the completion of balance regulatory approvals as applicable in Germany. While this will have certain costs, the longer-term benefit of a single entity, Luxlite, will bring significant synergies amongst customers, supply chain and closer interaction amongst all stakeholders, with lower costs.
- A lean single operation at Luxlite will bring in additional margins for the Company along with overall restructuring of this division.

#### **Light Duty Cable (LDC) Division:**

- LDC has completed its first year under the ownership of Suprajit. The year has seen an enormous amount of restructuring, reorientation, and operational challenges in aligning the entity to the group's overall requirements.
- The integration and restructuring plan, as envisaged in our initial communication dated 25th July 2022, is progressing generally as per plan.
- The margins have been impacted by the large input price increase over the last two years. This was further accentuated by the delayed approach to customers for compensation for these increases as the new management could approach the customer only post the acquisition, a delay of more than one year. It was difficult to get full compensation from these customers due to the lapse of time. Hence the company had to accept certain suboptimal price increases, that continue to put pressure on the margins.
- The scenario is likely to continue in the current year. As current contracts get replaced with newer contracts in coming years, improvements in margins will be seen. Operational improvements, streamlined supply chain etc., will further assist in improving margins.
- LDC recorded the sales of Rs. 1,858 Million, with a EBITDA margin of Rs. 85.69 Million for the last quarter, against a loss of Rs. 72.44 Million in the first quarter.

#### **Shanghai Lonestar – China:**

- Operations were disrupted due to Covid during the year and has now stabilized.
- Chinese economy continues to face certain uncertainties and softer demand is seen from certain customers.

#### **Suprajit Hungary (Siófok) :**

- European customers' offtake has come down and expected to remain so for the current year, as well.
- Operations have stabilized, although cost pressures continue.
- The significant increase in wage cost due to minimum wage increases and also strengthening local currency against Euro, have caused further delays in margin recovery.

**Suprajit – Mexico (Matamoros):**

- North American non-automotive markets have slowed down noticeably while automotive markets have generally been stable for the year.
- Operations have stabilized, although cost pressures continue.
- Significant minimum wage increases in Mexico and strengthening of the local currency against US Dollar has led to further cost pressures.
- Overall, the LDC Team is strong and motivated. Various cost reduction projects are in full swing.
- On the positive side, LDC has been winning significant new contracts both in the automotive and nonautomotive segments. LDC is expected to achieve good double-digit growth and the earlier set target of USD 100 Million, in sales for the current year.

**Suprajit Electronics Division (SED):**

- SED facility, at Doddaballapur, was inaugurated on 2<sup>nd</sup> November 2022 by Shri Sudarshan Venu, Managing Director, TVS Motor Company Limited.
- During the past few months, SED has established processes and systems and streamlined the operations.
- The division has been showcased to multiple customers who have visited and found facility to be of world class.
- New contracts have been won. Multiple products including digital speedometers, lock actuators, Rotary Sensors, Throttle Position Sensors, etc., are currently being launched for commercialization. A detailed update will be posted in the near future.

**Suprajit Technology Centre (STC):**

- STC continue to work on certain new product developments and product improvements.
- “Technology roadshows” to customers are organized at multiple customer locations, to showcase Suprajit’s capabilities - “Beyond Cables”.
- Key products of STC are at different levels of approvals and testing with prospective customers.
- Significant customer interest has been shown in Suprajit’s new capability through STC. STC is being recognized as a dependable technology partner.
- Mr.Ashutosh Rai, Head STC has been promoted as Chief Technology Officer (CTO) of the Company.

### COMMENTARY ON CURRENT YEAR AND OUTLOOK FOR THE NEAR TERM:

- The current year will be another challenging year with global uncertainties of economic growth, recession, and geo-political risks.
- The domestic market is expected to be challenging for the traditional ICE two-wheeler business due to weak market and EV penetration.
- PLD will conclude winding down Trifa and consolidating overseas business through Luxlite which will yield longer term benefits.
- LDC will have another year of challenging environment to streamline, optimize and grow business. This is due to relocation of China plant due to local government requirements and the current plant manager's departure. Recent customs tariff changes on certain actuators imported by Matamoros will also add to margin pressures.
- Overall business growth will be strong for the Suprajit group and consolidated margins are expected to improve compared to last year.

The key global management team of the group gathered in Bangalore for a strategic management summit. Critical assessment of the performance of the group, SWOT analysis and roadmap for the future were discussed in great depth and detail. For better orientation, focus and best results, it has been decided to bifurcate Company's activities into 4 divisions:

1. **Suprajit Controls Division (SCD)** – This division will comprise of automotive and non-automotive exports from India and businesses outside of India, through Unit 9 /SAL / SEU/ Wescon/ LDC entities. There will be significant synergies amongst these entities. with certain intercompany transactions, restructuring and reconciliation of the business for best business growth amongst these entities based on customer requirements. This division is headed by Mr. James Ryan, President – Controls & Cables, Global Operations. The division is expected to clock double digit growth in sales and double digit consolidated margins.
2. **Domestic Cable Division (DCD)** – Comprise of all India focused manufacturing units, for automotive and 2-wheeler cables and non-electronic products developed by STC. This division will look into entire Indian operations, both OEMs and aftermarket. This division is headed by Mr. Narayan Shankar, Chief Operating Officer. This division is expected to clock double digit growth in sales with strong EBITDA margins.
3. **Phoenix Lamps Division (PLD)** – The lighting division will continue to focus on the “last man standing” strategy. Focus is to consolidate India business, both OEM and aftermarket and growing exports, both direct and OLM. Luxlite will be a single global frontend from Luxembourg and will work closely with PLD to garner larger international business. Luxlite will further streamline its operations through the year after the winding up of Trifa. The division will also focus on automation projects for the entire group by leveraging its core competency in this area. This division is headed by Mr. Akhilesh Goel, Chief Operating Officer. The division is expected to clock double digit sales growth and margins, despite LED penetration.

4. **Suprajit Electronics Division (SED)** – This division is the new vertical of the group and this year would be the first full year of operation. There has been significant customer interest and multiple contracts are being negotiated. This division is headed by Mr. Praveen Rao, Sr. Vice President, and Division Head.

The results from Q1FY23-24 will be declared under these heads with previous year's comparisons with adequate commentary as required.

The group is planning a total Capex of Rs. 1400 Million across all its entities over the next 12-18 months to execute the business plan.

All divisions are expected to clock robust growth and will continue to focus on operational excellence, consolidation, leverage group's leading position to further improve margins.

The overall outlook for the year appear promising.

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#### **About Suprajit Engineering Limited**

*Suprajit is India's largest automotive cable and halogen bulb maker with an annual global capacity of 400 Million cables and 110 Million halogen bulbs. Suprajit's customers list includes a large number of global automotive majors. Suprajit group has footprints in four continents with multiple plants, tech centres and warehouses.*

*For further information, please contact:*

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