



Pradeep Metals Limited
Manufacturers of Precision Closed Die Forgings

12th May, 2022

The Secretary
BSE Limited
P J Towers, Dalal Street,
Mumbai- 400 001.

Dear Sir,

Sub: Outcome of Board Meeting dated 12th May, 2022:

Scrip Code: 513532

This is in continuation to our letter dated 4th May, 2022 and pursuant to Regulation 33, 30 and other applicable regulations, if any, of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

We wish to state that the Board of Directors of the Company in its meeting held today has interalia decided as follows:

Approval of Audited Financial Results:

- Approval of the Audited Financial Results of the Company on Standalone and Consolidated basis for the quarter/year ended 31st March, 2022 along with Auditors' Reports thereon with unmodified opinions.

Recommendation of Final Dividend:

- Recommendation of Final Dividend of 15% i.e., Re 1.50 per Equity Share of Rs.10 each for the Financial Year ended 31st March, 2022.

Re-appointment of Directors:

Subject to approval of Members in the forthcoming AGM:

- Re-appointment of Mr. Abhinav Goyal, (DIN: 08786430) who retires by rotation, but being eligible, offers himself for reappointment subject to approval of Members in the forthcoming AGM.

Remuneration of Directors:

Subject to approval of Members in the forthcoming AGM:

- Approval for the remuneration payable by Dimensional Machine Works, LLC, to Mr. Abhinav Goyal, holding place of profit, during the Financial Years 2022-23 to 2024-25



Pradeep Metals Limited

Manufacturers of Precision Closed Die Forgings

- Approval for the remuneration payable by Dimensional Machine Works, LLC, to Mrs. Neha Goyal, holding place of profit, during the Financial Years 2022-23 to 2024-25
- Approval of revision in remuneration of Mr. Pradeep Goyal, Chairman And Managing Director of the Company (DIN: 00008370)

Fixing date of 39th Annual General Meeting of Board and Book-closure dates:

- The 39th Annual General Meeting of the Company shall be held on Saturday, 30th July, 2022
- The Register of Members and Register of Transfers be closed from 23rd July, 2022 to 29th July, 2022 (both days inclusive).

A copy of the said results, notes thereto and Auditors Report and Cash Flow Statement is enclosed for your records.

The Meeting of the Audit Committee/Board of Directors of the Company commenced at 5.00 p.m. and concluded at 8.05.p.m.

Please take the same on record.

For **Pradeep Metals Limited**



Abhishek Joshi
Company Secretary & Compliance Officer
ACS: 64446

Encl: as above



Pradeep Metals Limited
Manufacturers of Precision Closed Die Forgings

12th May, 2022

The Secretary
BSE limited
PJ Towers, Dalal Street,
Mumbai 400001.

Dear Sir/Madam,

Sub: Declaration pursuant to Regulation 33(3)(d) of the Securities & Exchange Board of India (listing Obligations and Disclosure Requirements) Regulations, 2015

Scrip Code: 513532

I, Kavita Choubisa Ojha, Chief Financial Officer of Pradeep Metals Limited (CIN: L99999MH1982PLC026191) having its Registered Office at R 205, MIDC, Rabale, Navi Mumbai- 400701, Maharashtra, hereby declare that, the Statutory Auditors of the Company M/s. N. A. Shah and Associates, LLP, Chartered Accountants have issued an Audit Report with unmodified opinion on Audited Financial Results of the Company (Standalone and Consolidated) for the quarter and year ended March 31, 2022.

This declaration is given in compliance with Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular DCS/COMP/04/2016-17 dated June 1, 2017.

Kindly take this declaration on your records.

Thanking you,
Yours truly,

**For and on behalf of
Pradeep Metals Limited**

**Kavita Choubisa Ojha
Chief Financial Officer**



Statement of standalone and consolidated financial results for the quarter and year ended 31st March 2022

Sr. No.	Particulars	Standalone					Consolidated				
		Quarter ended			Year ended		Quarter ended			Year ended	
		31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021
		Unaudited (Refer note 10)	Unaudited	Unaudited (Refer note 10)	Audited	Audited	Unaudited (Refer note 10)	Unaudited	Unaudited (Refer note 10)	Audited	Audited
1	Income from operations	6,042	5,434	4,213	20,718	14,146	6,393	5,600	4,529	22,080	15,600
2	Other income	210	108	80	565	218	178	80	72	454	210
	(A) Total Income (1+2)	6,252	5,542	4,293	21,283	14,364	6,571	5,680	4,601	22,534	15,810
3	Expenses										
(a)	Cost of materials consumed	2,967	2,924	1,853	10,475	5,608	3,214	2,876	2,049	11,102	6,281
(b)	Changes in inventories of work-in-progress, finished goods and scrap	228	(173)	13	(453)	389	(83)	(169)	(195)	(855)	203
(c)	Manufacturing expenses	1,218	1,091	886	4,352	3,062	1,251	1,142	904	4,520	3,199
(d)	Employee benefits expense	628	596	570	2,437	2,089	743	654	596	2,764	2,380
(e)	Finance costs	116	146	118	440	382	128	162	123	489	455
(f)	Depreciation and amortisation expense	154	146	155	583	540	209	186	194	772	774
(g)	Other expenses	394	362	408	1,378	1,028	325	312	350	1,117	1,086
	(B) Total Expenses	5,705	5,092	4,003	19,212	13,098	5,787	5,163	4,021	19,909	14,378
4	Profit before exceptional items and tax (A-B)	547	450	290	2,071	1,266	784	517	580	2,625	1,432
5	Less: Exceptional items- expenses/(income) [Refer note 11]	41	34	16	135	308	41	34	16	135	308
6	Profit / (Loss) before tax (4-5)	506	416	274	1,936	958	743	483	564	2,490	1,124
7	Tax Expense										
	1. Current tax	(151)	(116)	(107)	(553)	(356)	(151)	(116)	(107)	(553)	(357)
	2. Deferred tax	13	2	16	23	26	28	1	22	42	49
	3. Income tax of earlier years (net)	18	-	(4)	18	(9)	18	-	(4)	18	(9)
8	Profit (Loss) for the period from continuing operations (6-7)	386	302	179	1,424	619	638	368	475	1,997	807
9	Profit (Loss) from discontinuing operations	-	-	-	-	-	-	-	-	-	-
10	Tax expense of discontinuing operations	-	-	-	-	-	-	-	-	-	-
11	Profit (Loss) from discontinuing operations (after tax) (9-10)	-	-	-	-	-	-	-	-	-	-
12	Profit (Loss) for the period before non-controlling interest (8+11)	386	302	179	1,424	619	638	368	475	1,997	807
13	(Less) / Add: allocation to non-controlling interest	-	-	-	-	-	-	-	-	-	-
14	Profit (Loss) for the period (12-13)	386	302	179	1,424	619	638	368	475	1,997	807
15	Other Comprehensive Income (OCI)										
	A (i) Items that will not be reclassified to profit or loss										
	Remeasurement gain/(loss) of net defined benefit liability	40	(9)	55	5	37	40	(9)	55	5	37
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(10)	2	(14)	(1)	(9)	(10)	2	(14)	(1)	(9)
	B (i) Items that will be reclassified to profit or loss										
	Exchange differences on translation of foreign operations	-	-	-	-	-	(82)	12	13	(86)	29
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-	-	-
	Total of Other Comprehensive Income	30	(7)	41	4	28	(52)	5	54	(82)	57
16	Total Comprehensive Income for the period (14+15) [Comprising Profit (Loss) and Other Comprehensive Income for the period] attributable to:	416	295	220	1,428	647	586	373	529	1,915	864
	(a) To Owners of parent	-	-	-	-	-	586	373	529	1,915	864
	(b) To Non controlling interest	-	-	-	-	-	-	-	-	-	-
17	Of the Total Comprehensive Income above, Profit for the period attributable to:										
	(a) To Owners of parent	-	-	-	-	-	638	368	475	1,997	807
	(b) To Non controlling interest	-	-	-	-	-	-	-	-	-	-
18	Of the Total Comprehensive Income above, Other comprehensive income attributable to:										
	(a) To Owners of parent	-	-	-	-	-	(52)	5	54	(82)	57
	(b) To Non controlling interest	-	-	-	-	-	-	-	-	-	-
19	Paid-up equity share capital (Face value of Rs. 10/- per share)	1,727	1,727	1,727	1,727	1,727	1,727	1,727	1,727	1,727	1,727
20	Reserves excluding revaluation reserve				7,514	6,259				5,789	4,047
21	Earnings per equity share of Rs. 10/- each (Not annualised)										
	(a) Basic (in Rs.)	2.23	1.75	1.04	8.25	3.58	3.69	2.13	2.75	11.56	4.68
	(b) Diluted (in Rs.)	2.23	1.75	1.04	8.25	3.58	3.69	2.13	2.75	11.56	4.68



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SIGNED FOR IDENTIFICATION BY
N. A. Shah
N. A. SHAH ASSOCIATES LLP
MUMBAI

Statement of standalone & consolidated financial results for the quarter and year ended 31st March 2022 (Continued)

Notes to financial results:

Standalone/ Consolidated Statement of Assets and Liabilities

Particulars	Standalone (Audited)		Consolidated (Audited)	
	As at	As at	As at	As at
	31st March 2022	31st March 2021	31st March 2022	31st March 2021
ASSETS				
I. Non-current assets				
(a) Property plant and equipment	4,836	4,845	6,521	5,256
(b) Right of use assets	73	103	73	136
(c) Capital work-in-progress	175	145	175	145
(d) Goodwill	-	-	-	31
(e) Other Intangible assets	276	301	276	301
(f) Goodwill on consolidation	-	-	148	148
(g) Financial assets:				
(i) Non current Investments	668	803	-	0
(ii) Loans	2,153	1,828	-	-
(iii) Other non-current financial assets	48	48	48	48
(h) Income tax assets (net)	89	58	89	58
(i) Other non-current assets	431	301	625	487
	8,749	8,431	7,955	6,609
II. Current assets				
(a) Inventories	3,432	2,632	5,181	3,782
(b) Financial assets				
(i) Trade receivable	6,023	4,637	5,107	4,176
(ii) Cash and cash equivalents	2	3	305	228
(iii) Bank balances other than cash and cash equivalents	49	28	49	28
(iv) Loans	8	6	17	7
(v) Other current financial assets	328	312	317	296
(c) Other current assets	451	334	454	337
	10,293	7,953	11,430	8,853
TOTAL ASSETS	19,042	16,384	19,385	15,463
EQUITY AND LIABILITIES				
III. Equity				
(a) Equity share capital	1,727	1,727	1,727	1,727
(b) Other equity	7,514	6,259	5,789	4,047
TOTAL EQUITY	9,241	7,986	7,516	5,774
LIABILITIES				
IV. Non-current liabilities				
(a) Financial liabilities:				
(i) Borrowings				
(iia) Lease liabilities	6	39	6	39
(iib) Term Loan	1,455	1,906	2,524	2,382
(b) Provisions	97	25	97	25
(c) Deferred tax liabilities (Net)	363	387	339	381
	1,921	2,357	2,966	2,828
V. Current liabilities				
(a) Financial liabilities:				
(i) Borrowings				
(iia) Lease liabilities	34	30	34	66
(iib) Term Loan	4,894	3,448	5,521	3,976
(ii) Trade payable				
(A) Due to micro and small enterprises	30	21	30	21
(B) Due other than to micro and small enterprises	2,106	1,812	2,425	1,891
(iii) Other current financial liabilities	725	545	659	611
(b) Other current liabilities	42	45	185	158
(c) Provisions	49	131	49	131
(d) Current tax liabilities (net)	-	7	-	7
	7,880	6,040	8,903	6,861
TOTAL LIABILITIES	9,801	8,397	11,869	9,689
TOTAL EQUITY & LIABILITIES	19,042	16,384	19,385	15,463



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SIGNED FOR IDENTIFICATION BY
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N. A. SHAH ASSOCIATES LLP
MUMBAI

Standalone/ Consolidated Cash Flow Statement for the financial year ended 31st March 2022

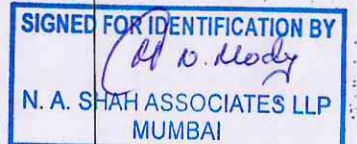
Particulars	Standalone		Consolidated	
	Year ended 31st March 2022	Year ended 31st March 2021	Year ended 31st March 2022	Year ended 31st March 2021
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit/(loss) before taxation	1,936	958	2,490	1,124
Adjustments for:				
Depreciation and amortization (net)	583	546	772	780
Allowance for doubtful debts/ (utilised) (net)	(3)	3	(3)	3
Amount no longer payable written back	(10)	(24)	(74)	(59)
Allowance for doubtful advance / (utilised)	(1)	50	(1)	50
Provision for doubtful sales tax receivable	5	-	5	-
Unrealised foreign exchange (gain)/loss (net)	(182)	(98)	(182)	(98)
Provision for contingency	10	-	10	-
Reduction in Finished goods	-	-	76	73
PPP relief forgiven / utilised	-	-	(71)	(211)
(Profit)/loss on sale/discard of fixed asset (net)	39	62	39	62
Impairment of investment/goodwill (exceptional item)	135	270	135	270
Interest expenses	440	382	489	455
Interest income	(105)	(32)	(1)	(2)
	911	1,159	1,194	1,323
Operating profit before changes in assets and liabilities	2,847	2,117	3,684	2,448
Movements in working capital : [Current and Non-current]				
(Increase) / decrease in other assets and other financial assets	(206)	(177)	(188)	(204)
(Increase) / decrease in inventories	(800)	320	(1,475)	160
(Increase) / decrease in trade receivable	(1,294)	748	(839)	(58)
Increase / (decrease) in trade payable, other liabilities, provisions and other financial liabilities	481	766	616	549
	(1,819)	1,657	(1,886)	447
	1,028	3,774	1,798	2,895
Direct taxes paid (net of refund)	(564)	(373)	(564)	(373)
Net cash generated/ (used in) from operating activities...(A)	464	3,401	1,234	2,522
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, plant & equipment (tangible/intangible) (Including capital advances and work in progress)	(669)	(197)	(2,061)	(144)
Sale of Property, plant & equipment	16	-	16	-
(Increase)/decrease in other bank balances and non-current assets [Other than cash and cash equivalents]	(20)	5	(20)	5
Proceeds from sale of Investment*	0	-	0	-
Investments made in wholly owned subsidiary	-	(463)	-	-
Loan to wholly owned subsidiary	(255)	(1,646)	-	-
Interest received	106	19	1	2
	(822)	(2,282)	(2,064)	(137)
Adjustment for:				
Less: Direct taxes paid	(11)	(2)	(11)	(2)
Net cash generated / (used in) from investing activities...(B)	(833)	(2,284)	(2,075)	(139)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from long term borrowing	318	2,167	1,693	2,213
Repayment of long term borrowing	(1,261)	(969)	(1,898)	(1,664)
Proceeds from short term borrowing (including government grant towards Paycheck Protection Program)	-	-	-	281
Payment of lease liabilities	(36)	(36)	(73)	(110)
Increase/(decrease) in working capital loan (Net)	1,932	(1,914)	1,862	(2,599)
Dividend paid	(173)	-	(173)	-
Interest paid	(412)	(365)	(493)	(466)
	368	(1,117)	918	(2,345)
Net cash generated / (used) from financing activities...(C)	368	(1,117)	918	(2,345)
Net increase / (decrease) in cash and cash equivalents...(A + B + C)#	(1)	(0)	77	38
Cash and cash equivalents at the beginning of the year	3	3	228	190
Cash and cash equivalents at the end of the year	2	3	305	228
Net increase / (decrease) in cash and cash equivalents#	(1)	(0)	77	38

*represents Rs.0.05 lakh for year ended 31st March, 2022

#represents Rs.0.36 lakh for year ended 31st March, 2021 in respect of standalone cash flow statement



Pradeep



Statement of standalone & consolidated financial results for the quarter and year ended 31st March 2022 (Continued)

Notes to financial results (continued):

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 12th May 2022, the statutory auditors of the Company have carried out audit of the standalone & consolidated financial results for the year ended 31st March 2022.
- The above audited results have been prepared in accordance with the guidelines issued by the Securities and Exchange Board of India (SEBI) and the Indian Accounting Standards [Ind AS] prescribed under section 133 of the Companies Act, 2013.
- In view of accumulated losses incurred by the wholly owned subsidiary (WOS) and step down subsidiary (SDS), business impact of Covid-19 and provision for impairment of goodwill and tangible assets by SDS, the Company carried out impairment assessment in respect of its investment in WOS and loans granted to WOS. Based on such assessment, the Company has made a provision for impairment of Rs. 41 lakhs in the value of its investment in WOS during the quarter ended 31st March 2022, Rs.34 lakhs for the quarter ended 31st December 2021, Rs. 16 lakhs for the quarter ended 31st March 2021, Rs.135 lakhs for the year ended 31st March 2022 and Rs.270 lakhs for the year ended 31st March 2021 (aggregate impairment up to year ended 31st March 2022 Rs. 675.00 lakhs). In the view of management, considering the long term and strategic nature of investment, the balance carrying value of investment would yield the required benefits and the loan given to the WOS is considered as fully recoverable. Statutory auditors have drawn reference of the above matter in their report on the audited / unaudited standalone financial results of the previous years and earlier quarters.
- During the year ended 31st March 2022, the Company has not made any additional investment in equity of WOS (year ended 31st March 2021 Rs. 463 lakhs (USD 620,000). The Company granted loan of Rs. Nil for the quarter ended 31st March 2022 [quarter ended 31st December 2021 Rs. 240 lakhs (USD 3,20,000), quarter ended 31st March 2021 Rs. 656 lakhs (USD 900,000) and year ended 31st March 2022 Rs.270 lakhs (USD 3,60,000)(year ended 31st March 2021 Rs. 1,646 lakhs (USD 2,250,000)). During the quarter ended 31st December 2021 Corporate guarantee given by the Company for the loan taken by WOS was increased by USD 1,800,000. The bank loan (based on corporate guarantee given by Holding Company) and part of the loan granted in the quarter ended 31st December 2021 has been utilised towards purchase of immovable property by WOS. The total outstanding corporate guarantee as at 31st March 2022 amounts to USD 2,077,247.
- Export sales in standalone results include sales made to the WOS and the SDS of the Company in USA as given below :

Particulars	Quarter ended			Year ended	
	31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021
Pradeep Metals Limited Inc., USA (WOS)	338	341	467	1,472	1,452
Dimensional Machine Works, LLC (SDS)	198	223	18	586	98

- Foreign exchange (loss) / gain included in other income and finance cost is given below:

Particulars	Standalone						Consolidated					
	Quarter ended			Year ended			Quarter ended			Year ended		
	31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021		31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021	
Other Income	171	72	27	417	128		171	72	27	417	128	
Finance cost - Foreign exchange loss (attributable to finance cost)	(21)	(21)	(7)	(59)	(7)		(21)	(21)	(7)	(59)	(7)	

- Audited consolidated financial statements / results are prepared in accordance with IND AS 110 'consolidated financial statements' and includes unaudited financial results in respect of :

(i) Pradeep Metals Limited, Inc. (WOS)

(ii) Dimensional Machine Works LLC (SDS), wholly owned subsidiary of WOS

The above unaudited financial results of the WOS and the SDS are prepared by the management in compliance with the requirement of Ind AS. Statutory auditors have carried out limited review of the unaudited standalone financial results of the WOS and the SDS for the quarter and year ended 31st March 2022.

- In respect of Step Down Subsidiary (SDS),

(i) The management has carried out impairment assessment in respect of goodwill and tangible assets considering the accumulated losses and assessment of financial impact on account of COVID-19 on future cash flows. Based on such assessment, the excess of carrying value of goodwill and tangible assets (net of impairment) over the recoverable amount has been accounted as an impairment provision of Rs. 41 lakhs during the quarter ended 31st March 2022, Rs.34 lakhs for the quarter ended 31st December 2021, Rs. 16 lakhs for the quarter ended 31st March 2021, Rs.135 lakhs for the year ended 31st March 2022 and Rs.270 lakhs for the year ended 31st March 2021 (aggregate impairment up to year ended 31st March 2022 Rs. 675.00 lakhs). Management is of the view that expected growth in the demand of the SDS's products and other steps taken by the management, will generate sufficient cash flows to cover balance carrying value of goodwill and the carrying value of the tangible assets as at 31st March 2022. The provision is disclosed as exceptional item in consolidated financial results.

(ii) (a) Ageing of slow/non-moving items of inventories is not available from the system. Management is of the view that there is demand for the SDSs products and these inventories have realizable value greater than cost. Based on the management estimate provision is made wherever considered necessary. (b) Further, the improvement in the systems and processes of maintaining the inventory records is in process.

(iii) During the previous year, the Company had received financial support of Rs.281 lakhs (USD 384,200) under Paycheck Protection Program (PPP scheme) framed by the US government to assist certain class of companies in USA during the period of COVID-19. Till 31st March 2021, proceeds received under the scheme amounting to Rs.211 lakhs (USD 288,150) had been utilised by the Company as per the government guidelines. Balance unspent of Rs.71 lakhs (USD 96,050) which was grouped under short-term borrowings as "Amount received towards Paycheck protection program" for the year ended 31st March 2021, has been fully utilised during the quarter ended 30th June 2021. Further, income and relevant expenses of Rs. 71 lakhs are considered as exceptional items for the year ended 31st March, 2022 (for the year ended 31st March 2021 Rs. 211 lakhs (USD 288,150)).

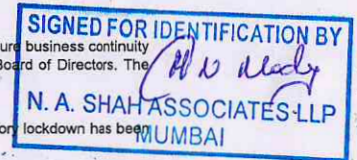
Statutory auditors have drawn reference of the matters covered in para (i) & (ii) above in their report on the audited / unaudited consolidated financial results of the previous years and earlier quarters.

- For the year ended 31st March 2022, the Company has provided for additional incentive pay in respect of managing director amounting to Rs. 27.23 lakh which is subject to shareholders approval in the ensuing Annual General Meeting.
- The Board of Directors has recommended the final dividend of Rs. 1.5 per Equity share of Rs.10/- each for the financial year ended 31st March, 2022 in the Board Meeting of the Company held on 12th May, 2022 which is subject to the approval of shareholders in ensuing Annual General Meeting.
- Figures for the last quarter ended 31st March 2022 and 31st March 2021 are balancing figures between audited figures in respect of the full financial year and published year to date figures upto the 3rd quarter of relevant standalone and consolidated financial results.
- The COVID 19 pandemic continues to adversely impact the global economic conditions and its impact remains uncertain. The holding company including its subsidiaries have also adopted measures to curb the spread of infection in order to protect the health of its employees and ensure business continuity with minimal disruption. The management has considered internal and external information while finalizing various estimates and recoverability of assets in relation to its financial statements upto the date of approval of the standalone and consolidated financial results by the Board of Directors. The Company continues to closely monitor any material changes to future economic conditions.
- Due to nationwide lockdown declared in India, the Company's plant was shut from 22nd March 2020 to 5th April 2020. During this period, there was no production and the Company continued to incur production related expenses. Such expenses due to Government enforced mandatory lockdown has been grouped under exceptional items. Consequently, expenses amounting to Rs. 38 lakhs for the quarter ended 30th June 2020 were disclosed as exceptional items.
- Exceptional items- expenses/(income):

Particulars	Standalone						Consolidated					
	Quarter ended			Year ended			Quarter ended			Year ended		
	31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021		31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021	
Provision for impairment of investment in the WOS [Refer para 3]	41	34	16	135	270		-	-	-	-	-	
Provision for impairment of Goodwill and tangible assets in the SDS [Refer para 7(b)(i)]	-	-	-	-	-		41	34	16	135	270	
Expenses incurred during the period of lockdown due to COVID-19 [Refer para 11(b)]	-	-	-	-	38		-	-	-	-	38	
Financial support received in the SDS [Refer para 7 (b)(iii)]	-	-	-	-	-		-	-	(107)	(71)	(211)	
Expenses incurred against financial support received in the SDS [Refer para 7 (b)(iii)]	-	-	-	-	-		-	-	107	71	211	
Total	41	34	16	135	308		41	34	16	135	308	



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Notes to financial results (continued):

13 Segment disclosure:

The Group is primarily engaged in manufacturing of closed die forgings & steel processing and generating power from wind turbine generator.

Particulars	Standalone					Consolidated				
	Quarter ended			Year ended		Quarter ended			Year ended	
	31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021
	Unaudited (Refer note 10)	Unaudited	Unaudited (Refer note 10)	Audited	Audited	Unaudited (Refer note 10)	Unaudited	Unaudited (Refer note 10)	Audited	Audited
Segment revenue										
(a) Closed die steel forging and processing	6,013	5,403	4,187	20,521	13,961	6,364	5,569	4,502	21,883	15,415
(b) Power generation	29	31	27	197	185	29	31	27	197	185
Total	6,042	5,434	4,213	20,718	14,146	6,393	5,600	4,529	22,080	15,600
Less: Intersegment revenue	-	-	-	-	-	-	-	-	-	-
Net sales / Income from operations	6,042	5,434	4,213	20,718	14,146	6,393	5,600	4,529	22,080	15,600
Segment result										
Profit / (loss) before tax, finance cost from segment and other un-allocable expenses / (income) and after exceptional item as per para 7(b)(iii) and 11 (b)										
(a) Closed die steel forging and processing	514	528	414	2,047	1,391	778	607	671	2,648	1,568
(b) Power generation	8	11	6	115	102	8	11	6	115	102
Total	523	538	420	2,162	1,493	786	617	677	2,763	1,670
Less:										
(i) Finance cost	116	146	118	440	382	128	162	123	489	455
(ii) Other un-allocable expenditure / (income) (net) [net of exceptional item- para 5 and 7(b)(i)]	(99)	(24)	28	(214)	153	(86)	(27)	(9)	(216)	91
Profit before tax	506	416	274	1,936	958	743	483	564	2,490	1,124
Capital employed:										
Segment assets										
(a) Closed die steel forging and processing	17,198	16,909	14,244	17,198	14,244	17,909	17,344	13,906	17,909	13,906
(b) Power generation	1,031	1,062	1,242	1,031	1,242	1,031	1,062	1,242	1,031	1,242
(c) Unallocated	811	833	897	811	897	444	481	315	444	315
Total (A)	19,040	18,805	16,384	19,040	16,384	19,384	18,887	15,463	19,384	15,463
Segment liabilities										
(a) Closed die steel forging and processing	3,029	3,042	2,546	3,029	2,546	3,418	3,253	2,796	3,418	2,796
(b) Power generation	-	-	5	-	5	-	-	5	-	5
(c) Unallocated	6,770	6,939	5,846	6,770	5,846	8,450	8,716	6,888	8,450	6,888
Total (B)	9,799	9,980	8,397	9,799	8,397	11,868	11,969	9,689	11,868	9,689
Capital Employed (Segment Assets- Segment Liabilities) (A-B)										
(a) Closed die steel forging and processing	14,169	13,868	11,699	14,169	11,699	14,491	14,090	11,110	14,491	11,110
(b) Power generation	1,031	1,062	1,237	1,031	1,237	1,031	1,062	1,237	1,031	1,237
(c) Unallocated	(5,959)	(6,105)	(4,949)	(5,959)	(4,949)	(8,006)	(8,235)	(6,573)	(8,006)	(6,573)
Total	9,241	8,825	7,986	9,241	7,986	7,516	6,917	5,774	7,516	5,774

Business segment:
Based on the "management approach" as defined in IND AS 108 - Operating Segments, the Chief Operating decision makers evaluate the performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.

SIGNED FOR IDENTIFICATION BY
[Signature]
N. A. SHAH ASSOCIATES LLP
MUMBAI

For Pradeep Metals Limited
[Signature]
Pradeep Goyal
Chairman and Managing Director
DIN: 00008370



Mumbai
Date: 12th May 2022

N. A. SHAH ASSOCIATES LLP

Chartered Accountants

Auditor's Report on standalone financial results of Pradeep Metals Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To
The Board of Directors of
Pradeep Metals Limited

Report on the audit of the standalone financial results

Opinion

We have audited the accompanying statement of standalone financial results ("the Statement") of Pradeep Metals Limited ("the Company") for the year ended 31st March, 2022, 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 ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us these Standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for year ended 31st March, 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 (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 results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on Standalone financial results.

Emphasis of matter

Reference is invited to:

- 1) Note 3 of the financial results. In view of accumulated losses in the wholly owned subsidiary (WOS) and step down subsidiary (SDS), expected business impact of Covid-19 and provision for impairment of goodwill and tangible assets by SDS, the Company carried out impairment assessment in respect of its investment in WOS and loans granted to WOS. Based on such assessment, the Company has made a provision for impairment of Rs. 41 lakhs in the value of its investment in WOS during the quarter ended 31st March, 2022, Rs. 34 lakhs for the quarter ended 31st December, 2021, Rs. 16 lakhs for the quarter ended 31st March, 2021, Rs. 135 lakhs for the year ended 31st March, 2022 and Rs. 270 lakhs for the year ended 31st March, 2021 (aggregate impairment up to year ended 31st March, 2022 Rs. 675 lakhs). In the view of management, considering the long term and strategic nature of investment, the balance carrying value of investment would yield the required benefits and the loan given to the WOS is considered as fully recoverable. This matter was also reported under 'Emphasis of matter' paragraph in our reports for earlier quarters of current year and for the year ended 31st March, 2021.



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- 2) Note 8 of the financial results regarding additional incentive provided of Rs. 27.23 lakhs in respect of managing director of the Company for the year ended 31st March, 2022, which is subject to the approval of the shareholders in ensuing annual general meeting.

Our opinion is not modified in respect of above matters. Our opinion was not modified in earlier quarters and previous year also in respect of matter reported in para (1) above.

Management's responsibility for the standalone financial results

These standalone financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the applicable Indian accounting standards (Ind As) 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 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 are 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 Company's financial reporting process.

The statement includes the results for the quarter ended 31st March, 2022 being the derived figures between the audited figures in respect of the full financial year ended 31st March, 2022 and the published unaudited year-to-date figures up to 31st December, 2021, being the date of the end of the third quarter of the financial year, which were subjected to a limited review.

Auditor's responsibility

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are 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 these Standalone 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 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



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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 Standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 standalone financial results.

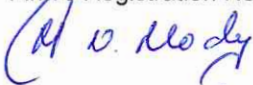
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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.

For N. A. Shah Associates LLP

Chartered Accountants

Firm's Registration No. 116560W/W100149



Milan Mody

Partner

Membership number: 103286

UDIN: 22103286AIWAZX3199



Place: Mumbai

Date: 12th May, 2022

Auditor's Report on consolidated financial results of Pradeep Metals Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To,
The Board of Directors of
Pradeep Metals Limited

Report on consolidated financial results for the year ended 31st March, 2022

Opinion

We have audited the accompanying Statement of Consolidated Financial Results ("the Statement") of Pradeep Metals Limited ("the Company") and its Wholly Owned Subsidiary (WOS) and Step Down Subsidiary (SDS) (collectively referred to as 'the Group') for the year ended 31st March 2022, 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).

In our opinion and to the best of our information and according to the explanations given to us and based on consideration of the management certified financial statements referred to in "Other Matter" paragraph below and on other financial information of the subsidiaries, these consolidated financial results:

- a) includes annual unaudited financial results of the following entities:

Name of the Entity	Relationship
Pradeep Metals Limited Inc., USA	Wholly Owned Subsidiary (WOS)
Dimensional Machine Works LLC, USA	Step Down Subsidiary (SDS)

- b) have been presented in accordance with the requirements of Regulation 33 of the Listing Regulations, 2015 (as amended) in this regard; and
- c) give a true and fair view in conformity with the Ind AS and other accounting principles generally accepted in India, of the total comprehensive income comprising of net profit and other comprehensive income and other financial information of the Group for the year ended 31st March, 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 ("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 consolidated financial statements under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.



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Emphasis of matter

Reference is invited to:

- 1) Note 7 of the statement in respect of SDS:
 - a) The management has carried out impairment assessment in respect of goodwill and tangible assets considering the accumulated losses and assessment of financial impact on account of Covid-19 on future cash flows. Based on such assessment, the excess of carrying value of goodwill over the recoverable amount has been accounted as impairment provision of Rs. 41 lakhs during the quarter ended 31st March, 2022, Rs.34 lakhs for the quarter ended 31st December, 2021, Rs. 16 lakhs for the quarter ended 31st March, 2021, Rs.135 lakhs for the year ended 31st March, 2022 and Rs.270 lakhs for the year ended 31st March, 2021 (aggregate impairment up to year ended 31st March, 2022 Rs. 675 lakhs). Management is of the view that expected growth in the demand of the SDS's products and other steps taken by the management, will generate sufficient cash flows to cover balance carrying value of goodwill and the carrying value of the tangible assets as at 31st March, 2022.
 - b) In respect of inventory: (i) ageing of slow/non-moving items of inventories is not available from the system. Management is of the view that there is demand for the SDS's products and these inventories have realizable value greater than cost. Based on the management estimate, provision is made wherever considered necessary. We have relied on the management for the demand estimate and expected price realization. (ii) Further, the improvement in the systems and processes of maintaining the inventory records is in process.
- 2) Note 8 of the financial results regarding additional incentive provided of Rs.27.23 lakhs in respect of managing director of the Company for the year ended 31st March, 2022 which is subject to the approval of the shareholders in ensuing annual general meeting.

Our opinion is not modified in respect of above matters. The matters in paragraph 1 (a) and 1 (b) above, were reported in our report for earlier quarters of current year and for the year ended 31st March, 2021. Our opinion was not modified in earlier quarters and previous year also.

Management's responsibility for Consolidated Financial Results

These consolidated financial results have 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 these consolidated financial results 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 Indian Accounting Standards (Ind AS) 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 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 consolidated financial results by the Directors of the Holding Company, 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 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/ management of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

The statement includes the results for the quarter ended 31st March, 2022 being the derived figures between the audited figures in respect of the full financial year ended 31st March, 2022 and the published unaudited year-to-date figures up to 31st December, 2021, being the date of the end of the third quarter of the financial year, which were subjected to a limited review.

Auditor's responsibility

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are 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 these 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 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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Holding 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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results 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 to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors.



N. A. SHAH ASSOCIATES LLP

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Materiality is the magnitude of misstatements in the consolidated financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 consolidated financial results.

We communicate with those charged with governance of the Holding Company 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. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

We did not audit the financial statements of WOS and SDS for the year ended 31st March, 2022 included in the consolidated statement, whose financial statements reflect total assets of Rs.9,092 lakhs as at 31st March, 2022, total revenues (including other income) of Rs. 1,251 lakhs and Rs. 4,309 lakhs and share of total profit after tax amounting to Rs.102 lakhs and Rs. 260 lakhs for the quarter and year ended 31st March, 2022 respectively, and net cash inflow of Rs. 69 lakhs for the year ended 31st March, 2022, as considered in the consolidated financial statements. We have carried out limited review of the unaudited standalone financial statements of WOS and SDS for the quarter and year ended 31st March, 2022. The unaudited financial statements / financial information of WOS and SDS are certified by the Company's management and have been prepared by the Company in accordance with Ind AS. Our opinion on the consolidated financial statements of the Group for the year then ended to the extent they relate to the statement as stated in this paragraph, is based solely on such management certified unaudited financial statements. Our opinion on the consolidated financial results is not modified in respect of the above matter.

For N. A. Shah Associates LLP

Chartered Accountants

Firm's Registration No. 116560W / W100149

M. V. Mody



Milan Mody

Partner

Membership number: 103286

UDIN: 22103286AIWADN4962

Place: Mumbai

Date: 12th May, 2022