

Date: May 23, 2025

To,  
The Listing Department  
**BSE Limited**  
Department of Corporate Affairs  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001

To,  
The Listing Department  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, Plot No. C/1, G Block  
Bandra-Kurla Complex,  
Bandra (E)  
Mumbai - 400 051

Dear Sir/Madam,

**Subject : Outcome of the 02/2025-2026 Board Meeting held on May 23, 2025.**  
**Reference : ISIN - INE02IJ01035; Scrip Id-544061; Scrip Code-AZAD**

With reference and further to the intimation of Board Meeting dated May 15, 2025, we hereby inform you that in the 02/2025-2026 Board Meeting of the Company, duly convened and held on **Friday, May 23, 2025** at the registered office of the Company situated at "90/C, 90/D, Phase 1 I.D.A, Jeedimetla, Hyderabad, Telangana, India, 500055" that commenced at 03:30 PM (i.e. 1530 Hours) and concluded at 05:30 PM (i.e. 1730 Hours), the Board of Directors has *inter alia* transacted and approved the following businesses:


- The Standalone and Consolidated audited Financial Results of the Company for the 4<sup>th</sup> quarter and year ended on March 31, 2025;
- Other business arising out of the above business and incidental and ancillary to the Company's business.

This is for your information and record.

Thanking you,

Yours truly,

**For Azad Engineering Limited**

  
**Ful Kumar Gautam**  
(Company Secretary & Compliance Officer)  
Membership No.: A49550



Date: May 23, 2025

To,  
The Listing Department  
**BSE Limited**  
Department of Corporate Affairs  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001

To,  
The Listing Department  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, Plot No. C/1, G Block  
Bandra-Kurla Complex,  
Bandra (E)  
Mumbai - 400 051

Dear Sir/Madam,

**Subject : Declaration pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

**Reference : ISIN - INE02IJ01035; Scrip Id-544061; Scrip Code-AZAD**

In compliance with the provisions of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that **M/s MSKA & Associates Chartered Accountants**, Statutory Auditors of the Company have issued an Audit Report with unmodified opinion on the Audited Financial Results of the Company (Standalone and Consolidated) for the 4<sup>th</sup> quarter and year ended on 31<sup>st</sup> March, 2025.

This is for your information and records.

Thanking you,

Yours truly,

**For Azad Engineering Limited**

  
**Ful Kumar Gautam**  
(Company Secretary & Compliance Officer)  
Membership No.: A49550



**AZAD ENGINEERING LIMITED**



Registered Office Address: 90/C, 90/D, Phase-1, I.D.A. Jeedimetla, Hyderabad, Telangana-500 055, India.

CIN NO: L74210TG1983PLC004132  
GSTIN: 36AAECA9452H1ZJ

Tel: 040-23097007

Email: cs@azad.in

Website: www.azad.in

**Independent Auditor's Report on Standalone Audited Annual Financial Results of the Azad Engineering Limited (formerly known as Azad Engineering Private Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.**

**To the Board of Directors of Azad Engineering Limited (formerly known as Azad Engineering Private Limited)**

**Report on the Audit of Standalone Financial Results**

## **Opinion**

We have audited the accompanying statement of standalone annual financial results of Azad Engineering Limited (formerly known as Azad Engineering Private Limited) (hereinafter referred to as 'the Company') for the year ended March 31, 2025 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

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

(i) is presented in accordance with the requirements of the Listing Regulations in this regard; and

(ii) gives a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with Companies (Indian Accounting Standards) Rules, 2015, as amended, 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, 2025.

## **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those SAs 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 standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

## **Management's and Board of Directors' Responsibilities for the Standalone Financial Results**

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this Statement that gives a true and fair view of the net profit, and total comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, issued thereunder and other accounting principles generally accepted in India and is in compliance with the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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.



# MSKA & Associates

Chartered Accountants

In preparing the Statement, the Board of Directors of the Company are responsible for assessing the ability of the Company 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 responsible for overseeing the financial reporting process of the Company.

## Auditors' Responsibilities for the Audit of the Standalone Financial Results

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

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

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

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

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





# MSKA & Associates

Chartered Accountants

## Other Matter

The Statement includes the results for the quarter ended March 31, 2025 and March 31, 2024 being the balancing figure between the audited figures in respect of the full financial years and the published unaudited year to date figures up to the third quarter of the current financial year and previous year prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" which were subject to limited review by us.

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

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



**Ananthakrishnan Govindan**  
Partner  
Membership No. 205226  
UDIN: 25205226BMKTQU8815



Place: Hyderabad  
Date: May 23, 2025

**Azad Engineering Limited [formerly known as Azad Engineering Private Limited]**

**CIN: L74210TG1983PLC004132**

**Registered office address: 90/C,90/D, Phase 1 I.D.A, Jeedimetla, Hyderabad, Telangana, India, 500055**

**Statement of Standalone Financial Results for the quarter and year ended March 31, 2025**

**[All amounts are in ₹ Million unless otherwise stated]**

SNo	Particulars	Quarter Ended			Year Ended	
		March 31, 2025	December 31, 2024	March 31, 2024	March 31, 2025	March 31, 2024
		[Refer Note 6]	[Unaudited]	[Refer Note 6]	[Audited]	[Audited]
	<b>Income:</b>					
I	Revenue from operations	1,245.19	1,185.88	927.98	4,529.28	3,407.71
II	Other income	37.79	54.59	27.68	115.49	319.93
III	<b>Total income (I+II)</b>	<b>1,282.98</b>	<b>1,240.47</b>	<b>955.66</b>	<b>4,644.77</b>	<b>3,727.64</b>
IV	<b>Expenses:</b>					
	Cost of materials consumed	291.42	321.11	194.12	1,034.30	667.63
	Changes in inventories of finished goods, work-in-progress and scrap inventory	(134.94)	(163.48)	(36.23)	(407.06)	(207.41)
	Employee benefits expense	245.72	240.60	196.60	909.92	742.65
	Finance costs	35.99	62.04	60.34	179.36	472.65
	Depreciation expenses	88.30	70.48	54.62	285.91	205.30
	Other expenses	388.62	360.44	259.94	1,382.17	1,038.96
	<b>Total expenses</b>	<b>915.11</b>	<b>891.19</b>	<b>729.39</b>	<b>3,384.60</b>	<b>2,919.78</b>
V	<b>Profit before tax for the period/year (III-IV)</b>	<b>367.87</b>	<b>349.28</b>	<b>226.27</b>	<b>1,260.17</b>	<b>807.86</b>
VI	<b>Tax expenses</b>					
	Current tax	39.88	118.55	41.64	307.73	146.21
	Tax expense pertaining to earlier year	19.69	-	-	19.69	-
	Deferred tax charge / (credit)	47.96	(12.18)	35.34	47.50	75.85
	<b>Total tax expense</b>	<b>107.53</b>	<b>106.37</b>	<b>76.98</b>	<b>374.92</b>	<b>222.06</b>
VII	<b>Profit for the period/year (V-VI)</b>	<b>260.34</b>	<b>242.91</b>	<b>149.29</b>	<b>885.25</b>	<b>585.80</b>
VIII	<b>Other comprehensive income (net of taxes)</b>					
	<b>Items that will not be reclassified subsequently to profit and loss</b>					
	Remeasurement gains / (losses) on defined benefit plans	3.28	(0.17)	(2.88)	(1.32)	(3.58)
	Deferred Tax relating to above items	(0.96)	0.05	0.84	0.38	1.04
	<b>Total other comprehensive income/(loss) for the period/year</b>	<b>2.32</b>	<b>(0.12)</b>	<b>(2.04)</b>	<b>(0.94)</b>	<b>(2.54)</b>
IX	<b>Total comprehensive income for the period/year (VII+VIII)</b>	<b>262.66</b>	<b>242.79</b>	<b>147.25</b>	<b>884.31</b>	<b>583.26</b>
X	Paid up equity share capital (Face value ₹ 2/- each fully paid up)	129.16	118.23	118.23	129.16	118.23
XI	Other equity				14,046.87	6,332.83
XII	<b>Earnings per share (Face value ₹ 2 each fully paid up)</b>					
	(1) Basic (in ₹)*	4.28	4.11	2.85	14.87	11.20
	(2) Diluted (in ₹)*	4.28	4.11	2.85	14.87	11.20
	* Not annualised	*	*	*		
	See accompanying notes to the standalone financial results					



**Azad Engineering Limited [formerly known as Azad Engineering Private Limited]**  
**CIN: L74210TG1983PLC004132**  
**Statement of Standalone Assets and Liabilities as at March 31, 2025**

[All amounts are in ₹ Million unless otherwise stated]

Particulars	As at March 31, 2025 [Audited]	As at March 31, 2024 [Audited]
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,010.20	2,545.41
Right-of-use assets	131.33	27.33
Capital work-in-progress	797.80	454.34
Financial assets		
(i) Investments	0.20	-
(ii) Loans	188.88	-
(iii) Other financial assets	316.43	246.92
Other non-current assets	1,190.40	479.71
<b>Total non-current assets</b>	<b>6,635.24</b>	<b>3,753.71</b>
<b>Current assets</b>		
Inventories	1,884.83	1,329.63
Financial assets		
(i) Trade receivables	2,215.82	1,699.53
(ii) Cash and cash equivalents	403.75	281.86
(iii) Bank balances other than (ii) above	6,555.44	307.32
(iv) Other financial assets	40.41	-
Other current assets	809.79	598.74
<b>Total current assets</b>	<b>11,910.04</b>	<b>4,217.08</b>
<b>Total assets</b>	<b>18,545.28</b>	<b>7,970.79</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	129.16	118.23
Other equity	14,046.87	6,332.83
<b>Total equity</b>	<b>14,176.03</b>	<b>6,451.06</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	1,679.02	271.13
(ia) Lease liabilities	123.65	20.05
Provisions	45.89	36.08
Deferred tax liabilities (net)	274.38	210.68
<b>Total non-current liabilities</b>	<b>2,122.94</b>	<b>537.94</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	704.35	100.44
(ia) Lease liabilities	10.45	2.71
(ii) Trade payables		
(a) total outstanding dues of micro and small enterprises	299.81	208.62
(b) total outstanding dues of creditors other than micro and small enterprises	489.77	290.49
(iii) Other financial liabilities	493.27	296.96
Provisions	6.25	4.26
Other current liabilities	63.77	50.39
Current tax liabilities (net)	178.64	27.92
<b>Total current liabilities</b>	<b>2,246.31</b>	<b>981.79</b>
<b>Total liabilities</b>	<b>4,369.25</b>	<b>1,519.73</b>
<b>Total equity and liabilities</b>	<b>18,545.28</b>	<b>7,970.79</b>

See accompanying notes to the standalone financial results



**Azad Engineering Limited (formerly known as Azad Engineering Private Limited)**  
**(CIN : L74210TG1983PLC004132)**  
**Standalone Statement of Cash Flows for the year ended March 31, 2025**

[All amounts are in ₹ Million unless otherwise stated]

Particulars	For the year ended March 31, 2025 [Audited]	For the year ended March 31, 2024 [Audited]
<b>A. Cash flow from operating activities</b>		
Profit before tax	1,260.17	807.86
<b>Adjustments for :</b>		
Depreciation expenses	285.91	205.30
Finance costs	179.36	472.65
Unrealized foreign exchange gain (net)	(15.72)	(6.24)
Provision for credit impaired trade receivable	35.76	21.39
Interest income	(61.98)	(14.02)
Profit on sale of property plant and equipment	-	(42.00)
Gain on derecognition of financial liabilities	-	175.62
Gain on sale of investment in subsidiary	-	(56.03)
<b>Operating profit before working capital changes</b>	<b>1,683.50</b>	<b>1,564.53</b>
<b>Changes in working capital</b>		
Adjustments for (increase) / decrease in operating assets:		
Trade receivables	(536.80)	(528.05)
Inventories	(555.20)	(469.00)
Other financial assets	(3.88)	(207.92)
Other assets	(221.68)	(337.05)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	290.94	4.33
Other financial liabilities	159.01	18.03
Provision for employee benefits	11.80	11.96
Other liabilities	(23.69)	19.96
<b>Cash generated from operating activities</b>	<b>804.00</b>	<b>76.79</b>
Income taxes paid (net of refund)	(175.15)	(146.24)
<b>Net cash flow from / (used) in operating activities</b>	<b>A</b>	<b>(69.45)</b>
<b>B. Cash flows from investing activities</b>		
Purchase of property, plant and equipment (including capital work in progress and capital advances)	(2,751.29)	(753.36)
Inter corporate loan given to subsidiaries	(188.88)	-
Deposits (placed)/ matured with banks (net)	(6,223.20)	25.95
Interest income received	4.26	14.02
Advance towards purchase of Investments	(73.24)	-
Investment in subsidiaries	(0.20)	-
Proceeds from sale of property plant and equipment	-	42.02
Proceeds from sale of investment in subsidiaries	-	118.86
<b>Net cash flow used in investing activities</b>	<b>B</b>	<b>(552.51)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of equity shares	7,000.00	2,400.00
Transaction cost on QIP issue	(116.21)	-
Proceeds from long term borrowings	1,646.62	437.39
Repayment of long term borrowings	(97.74)	(955.27)
Proceeds from/(repayment) of short term borrowings (net)	462.89	(696.72)
Principal paid on lease liabilities	(7.35)	(1.68)
Interest paid on lease liabilities	(12.01)	(1.18)
Finance costs paid	(150.61)	(472.65)
<b>Net cash flow from financing activities</b>	<b>C</b>	<b>709.89</b>
<b>Net increase in cash and cash equivalents</b>	<b>A+B+C</b>	<b>87.93</b>
Cash and cash equivalents at the beginning of the year	281.86	193.93
<b>Cash and cash equivalents at the end of the year</b>	<b>403.75</b>	<b>281.86</b>

See accompanying notes to the standalone financial results





**Notes:**

- 1 The above standalone financial results of Azad Engineering Limited ("the Company") for the quarter and year ended March 31, 2025, were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meeting held on May 23, 2025. The Statutory Auditors have issued an unmodified audit opinion on the financial results for the year ended March 31, 2025 and have issued an unmodified conclusion in respect of limited review for the quarter ended March 31, 2025.
- 2 The above results of the company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- 3 The details of funds raised through Initial Public Offer (IPO) by the Company during the financial year 2023-24, and utilisation of said funds as at March 31, 2025 are as follows:

(All amounts are in Rs Mn)			
Objects of the issue as per prospectus	Amount to be utilised as per prospectus	Utilisation up to March 31, 2025	Unutilised amount up to March 31, 2025 *
Towards funding of capital expenditure	603.95	450.39	153.56
Repayment/prepayment, in part or full, of certain of the borrowings availed by the Company	1,381.88	1,357.10	24.78
General corporate purposes*	241.66	420.00	(178.34)
<b>Total</b>	<b>2,227.49</b>	<b>2,227.49</b>	<b>-</b>

\* The Company has utilised Rs. 420.00 Mn towards General Corporate Purpose as against the estimated amount of Rs. 241.66 Mn stated in the prospectus. The excess utilisation of Rs.178.34 Mn is from the proceeds estimated for the capital expenditure and Repayment of borrowings availed by the Company. However, these amounts are within the limits of 25% of gross proceeds of fresh issue as set out in the prospectus as per the requirements of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, and above revisions are considered at the board meeting of the Company.

- 4 During the quarter ended March 31, 2025, pursuant to Qualified Institutions Placement ('QIP') the Company issued and allotted 5,468,750 equity shares of face value of ₹ 2 each, to eligible Qualified Institutional Buyers ('QIBs') at the issue price of Rs. 1280 (including a premium of Rs. 1278 per equity share) aggregating to ₹ 7,000.00 million. The issue was made in accordance with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018.  
As per placement document dated March 3, 2025, the net proceeds from the Issue ₹ 6812.10 Mn, is after deducting fees, commissions and expenses of the Issue ₹ 187.90 Mn. Issue Expenses (excluding GST) - Rs. 159.33 Mn was adjusted against the securities premium.  
Out of Net QIP Proceeds, ₹ 436.72 million was utilised towards Funding and part-funding the capital expenditure of our Company, general corporate purpose and the balance unutilised ₹ 6,375.38 million as at March 31, 2025, where temporarily invested as deposits with scheduled commercial banks and balance lying in monitoring account.
- 5 The operations of the Company predominantly relate to the manufacture and sale of high precision and OEM components. As such there is only one primary reportable segment as per Ind AS 108 "Operating Segments".
- 6 The figures for the quarters ended March 31, 2025 and March 31, 2024 represent the balancing figures between the audited figures for the financial years ended March 31, 2025 and March 31, 2024 and the reviewed unaudited results for the nine months ended December 31, 2024 and December 31, 2023 respectively.

Place: Hyderabad  
Date: May 23, 2025



For Azad Engineering Limited (formerly known as Azad Engineering Private Limited)

  
Rakesh Chopdar  
Chairman and CEO  
DIN: 01795599



**Independent Auditor's Report on Consolidated Audited Annual Financial Results of the Azad Engineering Limited (formerly known as Azad Engineering Private Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended.**

**To the Board of Directors of Azad Engineering Limited (formerly known as Azad Engineering Private Limited)  
Report on the Audit of Consolidated Financial Results**

**Opinion**

We have audited the accompanying Statement of Consolidated annual financial results of Azad Engineering Limited (formerly known as Azad Engineering Private Limited) (the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended March 31, 2025 ('the Statement') attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

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

(i) includes the annual financial results of Holding Company and the following entities:

Sr. No	Name of the Entity	Relationship with the Holding Company
1	Azad VTC Private Limited	Subsidiary
2	Azad Prime Private Limited	Subsidiary

(ii) is presented in accordance with the requirements of the Listing Regulations in this regard; and

(iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the net profit, and total comprehensive income and other financial information of the Group for the year ended March 31, 2025.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those SAs 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



## Management and Board of Directors' Responsibilities for the Consolidated Financial Results

This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of this Statement that gives a true and fair view of the net profit, and total comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in accordance with the applicable Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India and is in compliance with 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 Statement by the Directors of the Holding Company, as aforesaid.

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

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

## Auditors' Responsibilities for the Audit of the Consolidated Financial Results

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

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

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



# MSKA & Associates

Chartered Accountants

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

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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


We also performed procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

## Other Matter

The Statement includes the results for the quarter ended March 31, 2025 and March 31, 2024 being the balancing figure between the audited figures in respect of the full financial years and the published unaudited year to date figures up to the third quarter of the current financial year and previous financial year prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" which were subject to limited review by us.

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

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

  
Ananthakrishnan Govindan  
Partner  
Membership No.: 205226  
UDIN: 25205226BMKTQV3339



Place: Hyderabad  
Date: May 23, 2025



**Azad Engineering Limited [formerly known as Azad Engineering Private Limited]**

CIN: L74710TG1983PLC004132

Registered office address: 90/C, 90/D, Phase 1 I.D.A, Jeedimetla, Hyderabad, Telangana, India, 500055

**Statement of Consolidated Financial Results for the quarter and year ended March 31, 2025**

[All amounts are in ₹ Million unless otherwise stated]

S.No	Particulars	Quarter Ended		Year Ended	
		March 31, 2025	December 31, 2024	March 31, 2024	March 31, 2025
		[Refer Note 9]	[Unaudited]	[Refer Note 9]	[Audited]
	<b>Income:</b>				
I	Revenue from operations	1,269.26	1,204.84	927.98	4,573.54
II	Other income	33.78	50.73	27.68	105.91
III	<b>Total income (I+II)</b>	<b>1,303.04</b>	<b>1,255.57</b>	<b>955.66</b>	<b>4,679.45</b>
	<b>Expenses:</b>				
IV	Cost of materials consumed	296.15	329.39	194.12	1,049.86
	Changes in inventories of finished goods, work-in-progress and scrap inventory	(134.10)	(166.32)	(36.23)	(413.08)
	Employee benefits expense	253.82	248.20	196.60	928.66
	Finance costs	38.21	64.15	60.34	183.89
	Depreciation expenses	92.66	74.38	54.62	294.84
	Other expenses	397.52	365.36	259.94	1,395.02
	<b>Total expenses</b>	<b>944.26</b>	<b>915.16</b>	<b>729.39</b>	<b>3,439.19</b>
V	<b>Profit before tax for the period/year (III-IV)</b>	<b>358.78</b>	<b>340.41</b>	<b>226.27</b>	<b>1,240.26</b>
VI	<b>Tax expenses</b>				
	Current tax	39.88	118.55	41.64	307.73
	Tax expense pertaining to earlier year	19.69	-	-	19.69
	Deferred tax charge/(credit)	51.12	(15.34)	35.34	47.50
	<b>Total tax expense</b>	<b>110.69</b>	<b>103.21</b>	<b>76.98</b>	<b>374.92</b>
VII	<b>Profit for the period/year (V-VI)</b>	<b>248.09</b>	<b>237.20</b>	<b>149.29</b>	<b>865.34</b>
	<b>Attributable to</b>				
	i) Owners of the Company	252.66	239.20	149.29	873.18
	ii) Non controlling interest	(4.57)	(2.00)	-	(7.84)
VIII	<b>Other comprehensive income (net of taxes)</b>				
	<b>Items that will not be reclassified subsequently to profit and loss</b>				
	Remeasurement gains / (losses) on defined benefit plans	3.28	(0.17)	(2.88)	(1.32)
	Deferred Tax relating to above items	(0.96)	0.05	0.84	0.38
	<b>Total other comprehensive income/(loss) for the period/year</b>	<b>2.32</b>	<b>(0.12)</b>	<b>(2.04)</b>	<b>(0.94)</b>
	<b>Attributable to</b>				
	i) Owners of the Company	2.32	(0.12)	(2.04)	(0.94)
	ii) Non controlling interest	-	-	-	-
IX	<b>Total comprehensive income for the period/year (VII+VIII)</b>	<b>250.41</b>	<b>237.08</b>	<b>147.25</b>	<b>864.40</b>
	<b>Attributable to</b>				
	i) Owners of the Company	254.98	239.08	147.25	872.24
	ii) Non controlling interest	(4.57)	(2.00)	-	(7.84)
X	Paid up equity share capital (Face value ₹ 2/- each fully paid up)	129.16	118.23	118.23	129.16
XI	Other Equity				13,808.74
XII	<b>Earnings per equity share (Face value ₹ 2 each fully paid up)</b>				
	(1) Basic (in ₹)*	4.15	4.05	2.85	14.66
	(2) Diluted (in ₹)*	4.15	4.05	2.85	14.66
	Not annualised	*	*	*	*

See accompanying notes to the consolidated financial results



Azad Engineering Limited [formerly known as Azad Engineering Private Limited]

CIN: L74210TG1983PLC004132

Statement of Consolidated Assets and Liabilities as at March 31, 2025

[All amounts are in ₹ Million unless otherwise stated]

Particulars	As at March 31, 2025 [Audited]	As at March 31, 2024 [Audited]
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,166.46	2,545.41
Right-of-use assets	193.85	27.33
Capital work-in-progress	797.80	454.34
Financial assets		
Other financial assets	264.69	246.92
Other non-current assets	1,214.12	479.71
<b>Total non-current assets</b>	<b>6,636.92</b>	<b>3,753.71</b>
<b>Current assets</b>		
Inventories	1,893.01	1,329.63
Financial assets		
(i) Trade receivables	2,234.80	1,699.53
(ii) Cash and cash equivalents	408.33	281.86
(iii) Bank balances other than (ii) above	6,561.94	307.32
(iv) Other financial assets	31.70	-
Other current assets	840.28	598.74
<b>Total current assets</b>	<b>11,970.06</b>	<b>4,217.08</b>
<b>Total assets</b>	<b>18,606.98</b>	<b>7,970.79</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	129.16	118.23
Other equity	13,808.74	6,332.40
<b>Equity attributable to the owners of the parent</b>	<b>13,937.90</b>	<b>6,450.63</b>
Non controlling Interest	(7.64)	-
<b>Total equity</b>	<b>13,930.26</b>	<b>6,450.63</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	1,708.65	271.13
(ia) Lease liabilities	175.16	20.05
(ii) Other financial liability	171.50	-
Provisions	45.89	36.08
Deferred tax liabilities (net)	274.38	210.68
<b>Total non-current liabilities</b>	<b>2,375.58</b>	<b>537.94</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	727.17	100.44
(ia) Lease liabilities	22.67	2.71
(ii) Trade payables		
(a) total outstanding dues of micro and small enterprises	299.81	208.62
(b) Total outstanding dues of creditors other than micro and small enterprises	501.27	290.92
(iii) Other financial liabilities	498.35	256.32
Provisions	6.25	4.26
Other current liabilities	66.98	91.03
Current tax liabilities (net)	178.64	27.92
<b>Total current liabilities</b>	<b>2,301.14</b>	<b>982.22</b>
<b>Total liabilities</b>	<b>4,676.72</b>	<b>1,520.16</b>
<b>Total equity and liabilities</b>	<b>18,606.98</b>	<b>7,970.79</b>

See accompanying notes to the consolidated financial results



**Azad Engineering Limited [formerly known as Azad Engineering Private Limited]**  
**CIN: L74210TG1983PLC004132**

**Statement of Consolidated Cash Flows for the year ended March 31, 2024**

[All amounts are in ₹ Million unless otherwise stated]

Particulars	For the year ended March 31, 2025 [Audited]	For the year ended March 31, 2024 [Audited]
<b>A. Cash flow from operating activities</b>		
Profit before tax	1,240.26	807.86
<b>Adjustments for :</b>		
Depreciation expenses	294.85	205.30
Amortisation of ROU		
Finance costs	183.89	472.65
Unrealized foreign exchange gain (net)	(15.72)	(6.24)
Provision for credit impaired trade receivable	35.76	21.39
Interest income	(52.40)	(14.02)
Profit on sale of property plant and equipment	-	(42.00)
Gain on derecognition of financial liabilities	-	175.62
Gain on sale of investment in subsidiary	-	(56.03)
<b>Operating profit before working capital changes</b>	<b>1,686.64</b>	<b>1,564.53</b>
<b>Changes in working capital</b>		
Adjustments for (increase) / decrease in operating assets:		
Trade receivables	(555.78)	(528.05)
Inventories	(563.38)	(469.00)
Other financial assets	(60.30)	(207.92)
Other assets	(252.18)	(337.04)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	302.44	4.53
Other financial liabilities	163.48	18.03
Provision for employee benefits	11.80	11.96
Other liabilities	(20.90)	19.68
<b>Cash generated from operations</b>	<b>711.82</b>	<b>76.72</b>
Income taxes paid (net of refund)	(175.15)	(146.24)
<b>Net cash flow from / (used) in operating activities</b>	<b>A</b>	<b>(69.52)</b>
<b>B. Cash flows from investing activities</b>		
Purchase of property, plant and equipment (including capital work in progress and capital advances)	(2,932.52)	(753.40)
Deposits (placed)/ matured with banks (net)	(6,229.70)	25.95
Interest income received	4.26	14.02
Advance towards purchase of Investments	(19.11)	-
Proceeds from sale of property plant and equipment	-	42.02
Proceeds from sale of investment in subsidiaries	-	118.86
<b>Net cash flow used in investing activities</b>	<b>B</b>	<b>(552.55)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of equity shares	7,000.20	2,400.00
Transaction cost on QIP issue	(116.21)	-
Proceeds from long term borrowings	1,677.81	437.39
Repayment of long term borrowings	(97.74)	(955.05)
Proceeds from/(repayment) of short term borrowings (net)	484.15	(696.96)
Principal paid on lease liabilities	(12.64)	(1.68)
Interest paid on lease liabilities	(15.13)	(1.18)
Finance costs paid	(153.57)	(472.65)
<b>Net cash flow from financing activities</b>	<b>C</b>	<b>709.87</b>
<b>Net increase in cash and cash equivalents</b>	<b>A+B+C</b>	<b>87.80</b>
Cash and cash equivalents at the beginning of the year		194.06
<b>Cash and cash equivalents at the end of the year</b>		<b>281.86</b>

See accompanying notes to the consolidated financial results



**Notes:**

1. The above consolidated financial results of Azad Engineering Limited ("the Company / Holding Company") for the quarter and year ended March 31, 2025, were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meeting held on May 23, 2025. The Statutory Auditors have issued an unmodified audit opinion on the financial results for the year ended March 31, 2025 and have issued an unmodified conclusion in respect of limited review for the quarter ended March 31, 2025.

2. The consolidated financial results include results of the following subsidiaries:

Sno	Name of the subsidiary	Relationship
i	Azad VTC Private Limited	Subsidiary
ii	Azad Prime Private Limited	Subsidiary

3. The consolidated financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").

4. The details of funds raised through Initial Public Offer (IPO) by the Company during the financial year 2023-24, and utilisation of said funds as at March 31, 2025 are as follows:

[All amounts are in ₹ Million]			
Objects of the issue as per prospectus	Amount to be utilised as per prospectus	Utilisation up to March 31, 2025	Unutilised amount up to March 31, 2025 *
Towards funding of Capital expenditure	603.95	450.39	153.56
Repayment/prepayment, in part or full, of certain of the borrowings availed by the Company	1,381.88	1,357.10	24.78
General corporate purposes *	241.66	420.00	(178.34)
<b>Total</b>	<b>2,227.49</b>	<b>2,227.49</b>	<b>-</b>

\* The Company has utilised ₹ 420.00 Mn towards General Corporate Purpose as against the estimated amount of ₹ 241.66 Mn stated in the prospectus. The excess utilisation of ₹ 178.34 Mn is from the proceeds estimated for the capital expenditure and Repayment of borrowings availed by the Company. However, these amounts are within the limits of 25% of gross proceeds of fresh issue as set out in the prospectus as per the requirements of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, and above revisions are considered at the board meeting of the Company.

5. During the quarter ended March 31, 2025, pursuant to Qualified Institutions Placement ("QIP") the Company issued and allotted 5,468,750 equity shares of face value of ₹ 2 each, to eligible Qualified Institutional Buyers ("QIBs") at the issue price of Rs. 1280 (including a premium of Rs. 1278 per equity share) aggregating to ₹ 7,000.00 million. The issue was made in accordance with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018. As per placement document dated March 3, 2025, the net proceeds from the issue ₹ 6812.10 Mn, is after deducting fees, commissions and expenses of the issue ₹ 187.90 Mn, Issue Expenses (excluding GST) - ₹ 159.33 Mn was adjusted against the securities premium. Out of Net QIP Proceeds, ₹ 430.72 million was utilised towards funding and part-funding the capital expenditure of our Company, general corporate purpose and the balance unutilised ₹ 6,375.38 million as at March 31, 2025, where temporarily invested as deposits with scheduled commercial banks and balance lying in monitoring account.
6. The Holding Company was initial subscriber with 100% shareholding in its Subsidiary - Azad Prime Private Limited ("Azad Prime"), incorporated in April 2024. As per terms of Shareholders Agreement ("SHA") dated July 25, 2024 entered between the Holding Company & Leo Primeromp Private Limited ("Leo Prime"), during the quarter ended September 30, 2024, Azad Prime has issued additional equity shares to Leo Prime, consequently, the revised shareholding stands at 51% by Holding Company and 49% by Leo Prime. Further as per terms of SHA, the Holding Company has Call Option [right to buy] and Leo Prime has Put Option [right to Sell] - to the equity shares owned by Leo Prime upon occurrence of events agreed in SHA. Price payable to the Call Option / Put Option, by the Transferor for the purchase/sale of the securities pursuant to exercise of the qualified Call Option / Put Option on account of events mentioned in SHA - shall be the higher of (i) Fair Market Value of the securities held by such Call / Put Option Transferor as on the date of such purchase/sale, or (ii) an amount of INR 225.63 Mn. During quarter ended December 31, 2024, the Holding Company has paid an advance of ₹ 54.15 Mn to purchase the balance 49% of Shares held by Leo Prime on occurrence of the events as mentioned in SHA. The said advance is non-refundable and such amount shall be deducted from any amount payable to the Leo Prime pursuant to exercise of Call/Put Option. The Company has evaluated above transaction and accounted as per applicable accounting standards.
7. The Holding Company was initial subscriber with 100% shareholding in its Subsidiary - Azad VTC Private Limited. As per terms of Shareholders Agreement ("SHA") dated May 9, 2024 entered between the Holding Company and other shareholder, during the quarter ended September 30, 2024, Azad VTC has issued additional equity shares to other shareholder, consequently, the revised shareholding stands at 51% by Holding Company and 49% by other shareholder. Further, as per terms of SHA, the Holding Company has an Call Option [right to buy] to purchase the shares held by other shareholder. The Holding Company paid an advance of ₹ 23.3 Mn to other shareholder to acquire the remaining 49% of shares in the future. This amount is refundable and can be deducted from amount payable to the other share holder on exercise of Call Option. The Company has evaluated above transaction and accounted as per applicable accounting standards.
8. The operations of the Company predominantly relate to the manufacture and sale of high precision and OEM components. As such there is only one primary reportable segment as per Ind AS 108 "Operating Segments".
9. The figures for the quarters ended March 31, 2025 and March 31, 2024 represent the balancing figures between the audited figures for the financial years ended March 31, 2025 and March 31, 2024 and the reviewed unaudited results for the nine months ended December 31, 2024 and December 31, 2023 respectively.



Place: Hyderabad  
Date: May 23, 2025

For Azad Engineering Limited (formerly known as Azad Engineering Private Limited)

  
Rakesh Chopdar  
Chairman and CEO  
DIN: 01795599

