

## CRAFTSMAN AUTOMATION LIMITED

CIN: L28991TZ1986PLC001816

Regd. office: 123/4, Sangothipalayam Road, Arasur Post, Coimbatore – 641 407, Tamilnadu, India

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₹ in Lakhs

Sl No.	Particulars	STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE					STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE				
		Quarter Ended			Year Ended		Quarter Ended			Year Ended	
		31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022	31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022
		Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
1	Revenue										
	a. Revenue from operations	98,037	74,903	65,667	3,18,260	2,21,702	78,552	74,762	65,437	2,98,024	2,20,643
	b. Other income	488	461	423	1,254	740	443	461	531	1,209	927
	Total Income (a + b)	98,525	75,364	66,090	3,19,514	2,22,442	78,995	75,223	65,968	2,99,233	2,21,570
2	Expenses										
	a. Cost of sales and services	56,319	40,065	32,573	1,69,964	1,06,549	38,245	39,936	32,513	1,51,734	1,06,447
	b. Changes in inventories	(3,104)	(2,279)	(283)	(7,021)	(3,144)	864	(2,156)	(263)	(3,029)	(3,367)
	c. Employee benefits expense	6,064	5,824	4,625	23,350	18,776	5,577	5,742	4,586	22,698	18,605
	d. Finance cost	4,191	2,963	2,378	12,023	8,422	3,860	2,963	2,376	11,691	8,420
	e. Depreciation and amortisation expense	5,993	5,376	5,449	22,161	20,599	5,329	5,376	5,449	21,497	20,598
	f. Other expenses	19,914	15,463	13,251	63,606	46,105	17,111	15,426	13,226	60,697	46,027
	Total expenses (a + b + c + d + e + f)	89,377	67,412	57,993	2,84,083	1,97,307	70,986	67,287	57,887	2,65,288	1,96,730
3	Profit before share of profit of joint venture and tax	9,148	7,952	8,097	35,431	25,135	8,009	7,936	8,081	33,945	24,840
4	Share of profit of joint venture	12	21	12	48	38	-	-	-	-	-
5	Profit before tax	9,160	7,973	8,109	35,479	25,173	8,009	7,936	8,081	33,945	24,840
6	Tax expense:										
	a. Current tax	3,467	2,690	2,855	12,259	8,855	3,172	2,690	2,855	11,964	8,855
	b. Deferred tax	(2,330)	122	108	(1,876)	9	(2,197)	123	88	(1,795)	(60)
7	Profit for the period	8,023	5,161	5,146	25,096	16,309	7,034	5,123	5,138	23,776	16,045
	Profit attributable to										
	Owners	7,766	5,161	5,146	24,839	16,309	7,034	5,123	5,138	23,776	16,045
	Non-controlling Interest	257	-	-	257	-	-	-	-	-	-
8	Earnings per equity share (in ₹)										
	a. Basic (Not annualised)	36.76	24.43	24.36	117.56	77.19	33.29	24.25	24.32	112.53	75.94
	b. Diluted (Not annualised)	36.76	24.43	24.36	117.56	77.19	33.29	24.25	24.32	112.53	75.94
9	Other Comprehensive income										
	i) Items that will not be reclassified to profit or loss										
	- Re-measurement gains/(losses) on defined benefit plans	51	(43)	46	(13)	6	45	(43)	46	(19)	6
	- Equity instruments through OCI	-	-	-	-	-	-	-	-	-	-
	- Share of OCI of joint venture accounted for using equity method	1	(2)	1	(1)	1	-	-	-	-	-
	- Income tax relating to items that will not be reclassified to profit or loss	(20)	16	(16)	3	(2)	(18)	16	(16)	5	(2)
	ii) Items that will be reclassified subsequently to profit or loss										
	- Translation reserve	30	212	13	132	(9)	-	-	-	-	-
	- Effective portion of gains or loss on hedging instruments in a cash flow hedge	191	142	141	2	785	190	143	141	2	785
	- Income tax relating to items that will be reclassified to profit or loss	(119)	(50)	(49)	(53)	(274)	(119)	(50)	(49)	(53)	(274)
10	Other comprehensive income for the period, net of tax	134	275	136	70	507	98	66	122	(65)	515
	Other comprehensive income attributable to										
	Owners	133	275	136	69	507	98	66	122	(65)	515
	Non-controlling interest	1	-	-	1	-	-	-	-	-	-



₹ in Lakhs

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		Quarter Ended			Year Ended		Quarter Ended			Year Ended	
		31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022	31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022
		Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
11	Total comprehensive income for the period	8,157	5,436	5,282	25,166	16,816	7,132	5,189	5,260	23,711	16,560
	Total comprehensive income for the period attributable to										
	Owners	7,899	5,436	5,282	24,908	16,816	7,132	5,189	5,260	23,711	16,560
	Non-controlling interest	258	-	-	258	-	-	-	-	-	-
12	Paid-up equity share capital (Face value ₹ 5 each)	1,056	1,056	1,056	1,056	1,056	1,056	1,056	1,056	1,056	1,056
13	Earnings per equity share (in ₹)										
	a. Basic (Not annualised)	37.39	25.73	25.00	117.89	79.59	33.76	24.56	24.90	112.22	78.38
	b. Diluted (Not annualised)	37.39	25.73	25.00	117.89	79.59	33.76	24.56	24.90	112.22	78.38



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## Statement of Assets and Liabilities :

₹ in Lakhs

Particulars	Consolidated		Standalone	
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	Audited	Audited	Audited	Audited
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	1,83,878	1,45,372	1,53,171	1,45,371
Capital Work in Progress	9,663	4,198	8,164	4,198
Other Intangible assets	315	424	313	425
Right-of-use Assets	9,196	8,582	9,075	8,582
Goodwill on consolidation	18,999	-	-	-
Investments accounted for using the equity method	282	235	-	-
Financial assets				
- Investments	61	30	40,297	2,817
- Security Deposits	3,338	2,514	3,068	2,511
- Other financial assets	138	43	138	43
Income tax assets (net)	21	-	-	-
Other non-current assets	5,991	3,141	5,860	3,141
	<b>2,31,882</b>	<b>1,64,539</b>	<b>2,20,086</b>	<b>1,67,088</b>
<b>Current assets</b>				
Inventories	83,601	62,641	66,064	62,064
Financial assets				
- Trade receivables	53,529	29,621	36,871	29,415
- Cash and cash equivalents	2,732	2,943	1,489	2,266
- Other bank balances	2,002	1,405	1,997	1,405
- Security deposits	30	335	30	335
- Other financial assets	856	865	846	865
Other current assets	6,040	5,129	5,563	4,954
	<b>1,48,790</b>	<b>1,02,939</b>	<b>1,12,860</b>	<b>1,01,304</b>
<b>Total assets</b>	<b>3,80,672</b>	<b>2,67,478</b>	<b>3,32,946</b>	<b>2,68,392</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share capital	1,056	1,056	1,056	1,056
Other equity	1,36,634	1,12,518	1,36,082	1,13,164
Non-controlling Interest	6,100	-	-	-
<b>Total Equity</b>	<b>1,43,790</b>	<b>1,13,574</b>	<b>1,37,138</b>	<b>1,14,220</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Financial liabilities				
- Borrowings	90,617	37,378	77,810	37,379
- Lease liabilities	7,539	6,685	7,435	6,685
- Other financial liabilities	377	355	377	355
Provisions	-	-	16	15
Deferred tax liabilities (net)	14,112	11,678	12,289	11,677
	<b>1,12,645</b>	<b>56,096</b>	<b>97,927</b>	<b>56,111</b>
<b>Current Liabilities</b>				
Financial liabilities				
- Borrowings	24,655	34,182	21,404	34,181
- Lease liabilities	1,212	1,710	1,201	1,710
- Trade payables				
total outstanding dues of micro enterprises and small enterprises	1,167	554	1,070	554
total outstanding dues of creditors other than micro enterprises and small enterprises	69,995	45,702	55,501	45,982
- Other financial liabilities	12,264	7,374	7,205	7,371
Other current liabilities	11,111	7,125	7,760	7,116
Provisions	677	471	584	457
Current tax liabilities (net)	3,156	690	3,156	690
	<b>1,24,237</b>	<b>97,808</b>	<b>97,881</b>	<b>98,061</b>
<b>Total Liabilities</b>	<b>2,36,882</b>	<b>1,53,904</b>	<b>1,95,808</b>	<b>1,54,172</b>
<b>Total Equity and Liabilities</b>	<b>3,80,672</b>	<b>2,67,478</b>	<b>3,32,946</b>	<b>2,68,392</b>




## Statement of Cash Flows :

₹ in Lakhs

Particulars	Consolidated		Standalone	
	31/03/2023	31/03/2022	31/03/2023	31/03/2022
	Audited	Audited	Audited	Audited
<b>A. Cash flow from operating activities</b>				
<b>Profit before tax</b>	<b>35,479</b>	<b>25,173</b>	<b>33,945</b>	<b>24,840</b>
<i>Adjustments to reconcile net income to net cash provided by operating activities</i>				
Depreciation and amortization expense	22,161	20,598	21,497	20,598
Share of loss / (gain) from joint venture, net	(48)	(38)	-	-
Unrealized foreign exchange loss/(gain), net	981	367	998	367
Mark-to-Market (gain)/ loss – Derivative, net	-	(14)	-	(14)
Bad and doubtful debts, net	5	(57)	5	(57)
Loss/ (gain) on sale of property, plant and equipment, net	(41)	(141)	(41)	(141)
Interest expenses	10,623	7,699	10,293	7,699
Interest income	(733)	(233)	(708)	(389)
Government grant income	(1,784)	(2,317)	(1,783)	(2,317)
Assets no longer receivable written off (including exceptional item)	73	-	73	-
Provision for slow moving inventory	188	485	188	485
(Reversal)/Provision for warranty & Rejection	71	40	73	40
<b>Operating profit before working capital changes</b>	<b>66,975</b>	<b>51,562</b>	<b>64,540</b>	<b>51,111</b>
<b>Changes in working capital</b>				
(Increase)/ Decrease in trade receivables	(8,304)	(5,303)	(7,134)	(5,442)
(Increase)/Decrease in other financial assets	2,181	(586)	(920)	(586)
(Increase)/Decrease in other assets	195	2,646	(96)	2,715
(Increase)/Decrease in inventories	(8,242)	(22,562)	(4,188)	(22,785)
(Decrease)/Increase in trade payables	14,042	11,048	10,034	11,309
Increase/(Decrease) in other financial liabilities	889	(3,111)	805	(3,098)
Increase/(Decrease) in other liabilities	259	2,641	644	2,638
Increase/(Decrease) in provisions	33	62	36	61
<b>Cash generated from operating activities</b>	<b>68,028</b>	<b>36,397</b>	<b>63,721</b>	<b>35,923</b>
Direct taxes paid, net	(7,262)	(3,676)	(7,139)	(3,679)
<b>Net cash generated from/(used in) operating activities</b>	<b>60,766</b>	<b>32,721</b>	<b>56,582</b>	<b>32,244</b>
<b>B. Cash flow from investing activities</b>				
Purchase of property, plant and equipment and intangible assets	(34,525)	(21,289)	(34,179)	(21,289)
Proceeds from sale of property, plant and equipment and Intangible assets	565	258	566	258
Consideration paid towards business combination	(37,500)	-	-	-
Sale / (Purchase) of shares / investments	16	-	(37,480)	-
Interest received	653	138	628	138
Loans (given)/ repaid	-	-	-	285
<b>Net cash generated from/(used) in investing activities</b>	<b>(70,791)</b>	<b>(20,893)</b>	<b>(70,465)</b>	<b>(20,608)</b>
<b>C. Cash flow from financing activities</b>				
(Repayment of) / Proceeds from long term borrowings	31,977	(3,406)	32,829	(3,406)
(Repayment of) / Proceeds from short term borrowings, net	(11,560)	3,508	(6,942)	3,508
Proceeds from issue of equity shares including securities premium, net	-	(185)	-	(185)
Recognition / (Repayment) of lease liabilities	(2,053)	(4,234)	(2,052)	(4,234)
Interest paid (incl. interest on lease liability)	(10,267)	(7,687)	(9,936)	(7,687)
Dividend paid (including additional tax on dividend)	(793)	-	(793)	-
<b>Net cash generated from financing activities</b>	<b>7,304</b>	<b>(12,004)</b>	<b>13,106</b>	<b>(12,004)</b>
<b>D. Net change in cash and cash equivalents</b>	<b>(2,721)</b>	<b>(176)</b>	<b>(777)</b>	<b>(368)</b>
Cash and cash equivalents acquired through business combination	2,470	-	-	-
Effects of foreign currency translation	40	(8)	-	-
<b>E. Cash and cash equivalents at the beginning</b>	<b>2,943</b>	<b>3,127</b>	<b>2,266</b>	<b>2,634</b>
<b>F. Cash and cash equivalents in Cash Flow Statement at the end</b>	<b>2,732</b>	<b>2,943</b>	<b>1,489</b>	<b>2,266</b>
<b>Cash and cash equivalents include</b>				
Cash on hand	2	7	2	6
Balances with banks	2,730	2,936	1,487	2,260
<b>Cash and cash equivalents in Cash Flow Statement</b>	<b>2,732</b>	<b>2,943</b>	<b>1,489</b>	<b>2,266</b>





Segment-wise Revenue, Results, Assets and Liabilities

₹ in Lakhs

Sl No.	Particulars	STATEMENT OF CONSOLIDATED FINANCIAL RESULTS					STATEMENT OF STANDALONE FINANCIAL RESULTS				
		FOR THE					FOR THE				
		Quarter Ended		Year Ended			Quarter Ended		Year Ended		
		31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022	31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022
		Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
1	<b>Segment Revenue</b>										
	Automotive - Powertrain & Others	39,268	40,844	33,755	1,52,709	1,15,435	39,268	40,844	33,755	1,52,709	1,15,435
	Aluminium Products	39,103	17,585	16,656	93,461	55,201	19,699	17,585	16,656	74,057	55,201
	Industrial & Engineering	19,666	16,474	15,256	72,090	51,066	19,585	16,333	15,026	71,258	50,007
	<b>Net Sales/Income From Operations</b>	<b>98,037</b>	<b>74,903</b>	<b>65,667</b>	<b>3,18,260</b>	<b>2,21,702</b>	<b>78,552</b>	<b>74,762</b>	<b>65,437</b>	<b>2,98,024</b>	<b>2,20,643</b>
2	<b>Segment Results (Profit before Interest, tax and other unallocable items)</b>										
	Automotive - Powertrain & Others	9,275	10,102	8,621	38,204	30,374	9,275	10,102	8,621	38,204	30,374
	Aluminium Products	3,518	689	1,052	7,732	4,097	2,237	689	1,052	6,451	4,097
	Industrial & Engineering	1,962	949	2,086	6,722	3,780	1,818	933	1,960	6,230	3,296
	<b>Total</b>	<b>14,755</b>	<b>11,740</b>	<b>11,759</b>	<b>52,658</b>	<b>38,251</b>	<b>13,330</b>	<b>11,724</b>	<b>11,633</b>	<b>50,885</b>	<b>37,767</b>
	<b>Less:</b>										
	(i) Interest and bank charges, net	(4,191)	(2,963)	(2,378)	(12,023)	(8,422)	(3,860)	(2,963)	(2,376)	(11,691)	(8,420)
	(ii) Other un-allocable expenditure	(1,904)	(1,286)	(1,707)	(6,458)	(5,434)	(1,904)	(1,286)	(1,707)	(6,458)	(5,434)
	<b>Add:</b>										
	(i) Un-allocable income	500	482	435	1,302	778	443	461	531	1,209	927
	<b>Profit before tax</b>	<b>9,160</b>	<b>7,973</b>	<b>8,109</b>	<b>35,479</b>	<b>25,173</b>	<b>8,009</b>	<b>7,936</b>	<b>8,081</b>	<b>33,945</b>	<b>24,840</b>
3	<b>Segment Assets</b>										
	Automotive - Powertrain & Others	1,29,532	1,28,117	1,12,333	1,29,532	1,12,333	1,29,532	1,28,117	1,12,333	1,29,532	1,12,333
	Aluminium Products	1,44,972	78,534	79,250	1,44,972	79,250	78,448	78,534	79,250	78,448	79,250
	Industrial & Engineering	71,542	66,781	58,408	71,542	58,408	69,333	67,241	69,333	69,333	59,319
	Unallocated	34,626	55,834	17,487	34,626	17,487	55,633	55,834	17,490	55,633	17,490
	<b>Total</b>	<b>3,80,672</b>	<b>3,29,266</b>	<b>2,67,478</b>	<b>3,80,672</b>	<b>2,67,478</b>	<b>3,32,946</b>	<b>3,29,726</b>	<b>2,68,392</b>	<b>3,32,946</b>	<b>2,68,392</b>
4	<b>Segment Liabilities</b>										
	Automotive - Powertrain & Others	68,211	74,300	63,212	68,211	63,212	68,211	74,300	63,212	68,211	63,212
	Aluminium Products	79,222	44,070	37,445	79,222	37,445	38,011	44,070	37,445	38,011	37,445
	Industrial & Engineering	35,074	36,570	32,218	35,074	32,218	35,210	36,815	32,486	35,210	32,486
	Unallocated	54,375	44,536	21,029	54,375	21,029	54,376	44,536	21,029	54,376	21,029
	<b>Total</b>	<b>2,36,882</b>	<b>1,99,476</b>	<b>1,53,904</b>	<b>2,36,882</b>	<b>1,53,904</b>	<b>1,95,808</b>	<b>1,99,721</b>	<b>1,54,172</b>	<b>1,95,808</b>	<b>1,54,172</b>

**Notes:**

- The above standalone financial results of Craftsman Automation Limited ('the Company') and consolidated financial results of the Company, its subsidiaries and a joint venture (together referred to as 'Group') for the quarter and year ended 31 March 2023 are drawn up in accordance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('SEBI (LODR) Regulations'). These results were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 08 May 2023. The above financial results were audited by the statutory auditors, who have issued unmodified opinion on these financial results.
- The Board of Directors of the Company have recommended a final dividend of 225%, being ₹ 11.25 per equity share of the face value of ₹ 5/- each of the Company, for the year ended 31 March 2023 which is subject to the approval by the Shareholders at the Annual General Meeting.
- The Company has reported segment information as per Indian Accounting Standard 108 "Operating Segments" (IND AS 108) read with SEBI's circular CIR/CFD/FAC/62/2016 dated 05 July 2016. Accordingly, the Company has identified the reportable segments based on end consumption of the products sold or services rendered and is consistent with performance assessment and resource allocation by the management. Segment revenue comprises sales and operational income allocable specifically to a segment. Un-allocable expenditure mainly includes corporate expenses, finance cost and other expenses. Un-allocable income primarily includes other income. The Chief Operating Decision Maker (CODM) has, based on the benefits of synergy and usage of similar resources, decided to carve out aluminium products from "Industrial & Engineering segment" and include with "Automotive - Aluminium Products segment" segments. Henceforth, the latter segment will be called as "Aluminium Products" segment.
- The Company has acquired 76% of the equity share capital of DR Axion India Private Limited (DRAIPL) (8,57,65,631 shares of Rs. 10 each) for a total consideration of Rs. 37,500 lakhs. By virtue of the voting and other rights as per the share purchase agreement and shareholder agreement, DRAIPL has been assessed as a subsidiary of the Company in compliance with Ind AS 110 - 'Consolidated Financial Statements' with effect from 1 February 2023.
- The above consolidated results include the audited results and other information of two subsidiaries and a joint venture company.
- The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961. Accordingly, the Company has recognised income tax expense for the financial year ended 31 March 2023 and remeasured its deferred tax liabilities (net) at the tax rate prescribed in the said section. The impact of the change in the Statement of Profit and Loss for the year ended 31 March 2023 are:  
a. reduction of tax expense by Rs. 3730 lakhs.  
b. one-time gain of Rs. 853 lakhs arising from reversal of deferred tax liability as at 1 April 2022  
c. charging off of MAT credit of Rs. 2348 lakhs which is unavailable on adoption of the reduced rate
- The Code on Social Security 2020 (the 'Code') relating to employee benefits during employment and post-employment received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period in which the Code becomes effective.
- Figures for the previous year / periods have been regrouped / reclassified to conform to the figures presented in the current periods.

Place : Coimbatore  
Date : 08-May-2023



S RAVI  
CHAIRMAN AND MANAGING DIRECTOR  
DIN: 01257716

## Independent Auditor's Report on Audit of Standalone Financial Results

To

The Board of Directors of Craftsman Automation Limited

### Opinion

We have audited the accompanying statement of standalone financial results of Craftsman Automation Limited ('the Company'), for the quarter and year ended 31 March 2023 ('the Statement'), being submitted by the Company pursuant to the requirements of regulation 33 of the Securities and Exchange Board of India (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 Statement:

- a. is presented in accordance with the requirements of regulation 33 of the Listing Regulations; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ('Ind AS') and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year then ended 31 March 2023

### Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing ('Standards') 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 Statement 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 ('ICAI') together with the ethical requirements that are relevant to our audit of the Statement 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Management's Responsibilities for the Statement:

This Statement, which includes the standalone financial results is the responsibility of the Company's Board of Directors and has been approved by them for issuance. The Statement has been compiled from the audited standalone financial statements for the year ended 31 March 2023. The Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

**Auditor's Responsibilities for the Audit of the Statement:**

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 scepticism 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 in place with reference to the financial statements 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 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
- obtain sufficient appropriate audit evidence regarding the standalone financial results of the Company to express an opinion on the same

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

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

#### **Other matters**

The Statement include the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to nine months ended 31 December 2022 which were subject to limited review by us. Our opinion is not modified in respect of this matter.

for SHARP & TANNAN  
Chartered Accountants  
(Firm's Registration No. 003792S)



V. Viswanathan  
Partner

Membership No. 215565  
UDIN: 23215565BGYMBK4196

Place: Coimbatore  
Date: 8 May 2023



## Independent Auditor's Report on Audit of Consolidated Financial Results

To

The Board of Directors of Craftsman Automation Limited

### Opinion

We have audited the accompanying statement of consolidated financial results of **Craftsman Automation Limited** ('the Company' or 'the Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as the 'Group') and a joint venture for the quarter and year ended 31 March 2023 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on financial information of subsidiaries and a joint venture, the Statement:

a. includes the financial results of the following entities:

Subsidiaries:

1. Craftsman Europe B.V.
2. DR Axion India Private Limited (with effect from 1 February 2023)

Joint venture:

1. CarlStahl Craftsman Enterprises Private Limited

b. is presented in accordance with the requirements of Regulation 33 of the Listing regulations; and

c. gives a true and fair view, in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ('Ind AS'), and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Group for the quarter and year ended 31 March 2023.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (Standards) 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 Statement section of our report. We are independent of the Group and joint venture in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the 'ICAI') together with the ethical requirements that are relevant to our audit of the Statement 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 ICAI's Code of Ethics. We believe that the audit

evidence obtained by us and other auditor in terms of their report referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### **Management's Responsibilities for the Statement**

This Statement which includes consolidated financial results is the responsibility of the Company's Board of Directors and has been approved by them for issuance. The Statement has been compiled from the audited consolidated financial statements for the year ended 31 March 2023. The Holding Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its joint venture in accordance with the recognition and measurement principles laid down in 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 and its joint venture 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 its joint venture 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 and its joint venture are responsible for assessing the ability of the Group and its joint venture 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 its joint venture is responsible for overseeing the financial reporting process of the Group and of its joint venture.

### **Auditor's Responsibilities for the Audit of the Statement**

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 scepticism 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 in place with reference to the financial statements 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 and its joint venture 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 and its joint venture 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.
- perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its joint venture 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. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditor remains responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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We communicate with those charged with governance of the Holding Company 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.

**Other matters**

- a. The Statement include the Group's share of profit after tax of Rs. 12 lakhs and Rs. 48 lakhs and total comprehensive income of Rs. 13 lakhs and Rs. 47 lakhs for the quarter and year ended 31 March 2023, in respect of a joint venture, whose financial information have not been audited by us. The financial information of the joint venture has been audited by other auditor whose report has been furnished to us by the Holding Company's management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the joint venture, is based solely on the report of such other auditor.
- b. The Statement include the financial information of two subsidiaries, which have been audited by other auditors, whose financial information reflect total assets of Rs. 69,319 lakhs and net assets of Rs. 27,657 lakhs as at 31 March 2023, total revenues of Rs. 20,045 lakhs and Rs. 21,713 lakhs, net profit after tax of Rs. 1,013 lakhs and Rs. 1,309 lakhs, total comprehensive income of Rs. 1,047 lakhs and Rs. 1,445 lakhs for the quarter and year ended 31 March 2023 and net cash outflows amounting to Rs. 1,943 lakhs for the year ended on that date as considered in the Statement.
- c. The Statement include the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to nine months ended 31 December 2022 which were subject to limited review by us.

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

for SHARP & TANNAN  
Chartered Accountants  
(Firm's Registration No. 0037925)

  
V. Viswanathan  
Partner

Membership No. 215565  
UDIN: 23215565BGYMBL6256

Place: Coimbatore  
Date: 8 May 2023



8<sup>th</sup> May, 2023

To

The Manager - Listing,  
BSE Limited,  
Rotunda Building,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001  
Scrip Code: 543276

The Manager - Listing,  
National Stock Exchange of India Limited,  
Exchange Plaza,  
Bandra Kurla Complex ,  
Bandra (East),  
Mumbai - 400 051  
Stock Code: CRAFTSMAN

Dear Sir/Madam,

**Sub: Declaration on Audit Report with unmodified opinion pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements), Regulation 2015**

I, C.B.Chandrasekar, Chief Financial Officer of the Company, hereby declare that M/s. Sharp & Tannan, Chartered Accountants, Statutory Auditors of the Company have issued an Audit Report with unmodified opinion on the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31<sup>st</sup> March, 2023.

Kindly take the same into your records.

Thanking you.

Yours faithfully,  
for CRAFTSMAN AUTOMATION LIMITED



C.B.Chandrasekar  
Chief Financial Officer



**Craftsman Automation Limited**

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123/4, Sangothipalayam Road  
Arasur Post, Coimbatore - 641 407  
Tamil Nadu, India

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GST No : 33AABCC2461K1ZW