Great Place To Work. Certified OCT 2023-OCT 2024 INDIA

DIFFUSION
Innovative superconditioning solutions

Date: November 04, 2026

To,
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (East),
Mumbai - 400 051
NSE Symbol: DIFFNKG

To,
The Manager
Corporate Relationship Department
BSE Limited
Floor 25, Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001
BSE Scrip Code - 544264

Dear Sir/Madam,

Subject: Investor/Result Presentation

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Investor/ Result Presentation on the Un-Audited Financial Results of the Company for the quarter and half year ended September 30, 2026.

The said presentation will also be disseminated on the Company's website at https://www.diffusionengineers.com/investors-relation .

Thanking You.
Yours faithfully,

For Diffusion Engineers Limited

Chanchal Rajesh Jaiswal
Digitally signed by Chanchal Rajesh Jaiswal
Date: 2026.11.04 17:19:58 +05'30'

Chanchal Jaiswal
Company Secretary and Compliance Officer
Membership no. A67136

Enclosed as above.

DIFFUSION
Innovative Superconditioning Solutions

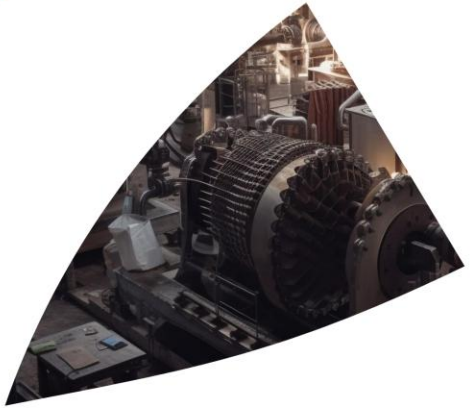
DIFFUSION ENGINEERS LIMITED

November 2026









Safe Harbor

This presentation contains “forward looking statements” including, but without limitation, statements relating to the implementation of strategic initiatives, and other statements relating to Diffusion Engineers Limited (DEL) and its group companies’ future business developments and economic performance. While these forward-looking statements indicate our assessment and future expectations concerning the development of our business, a number of risks, uncertainties and other unknown factors could cause actual developments and results to differ materially from our expectations.

These factors include, but are not limited to, general market, macro-economic, government and regulatory trends, movements in currency exchange and interest rates, competitive pressures, technological developments, changes in the financial conditions of third parties dealing with us, legislative developments, and other key factors that could affect our business and financial performance. Diffusion Engineers Limited undertakes no obligation to periodically revise any forward-looking statements to reflect future/likely events or circumstances.

DIFFUSION
Innovative superconditioning solutions



Company Overview



Business Overview



Industry Overview



Financial Highlights

DIFFUSION
Innovative superconditioning solutions



COMPANY
OVERVIEW

About Us - Overview



Note: Please use “Ctrl + Click” to watch the video

About Us

DIVERSIFIED PRODUCT PORTFOLIO ACROSS INDUSTRIES

- Special welding consumables, wear plates and heavy engineering equipment

INCORPORATED IN 1982

- Established as private limited Company
- Over 4 decades of Experience

5 YEAR CONSOLIDATED REVENUE CAGR : 21%

- Consistent growth in terms of revenues and profitability

ORDER IN HAND AS ON 30th September 2026

- ₹ 2,267.93 Mn



TRUSTED PARTNERSHIPS

- Trusted, long-term partnerships with leading players across multiple geographies.

STRATEGICALLY LOCATED MANUFACTURING FACILITY

- 5 manufacturing units located at Nagpur
- Proposed expansion is expected to commence in Q3 FY27.

EXPANDING GLOBAL FOOTPRINT

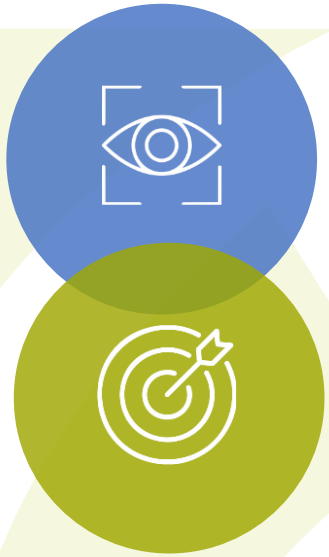
- 50+ Countries served
- Regions that we Export - Middle East, Far East, South Asia, Africa, Eastern Europe, Russia, North America etc.

11,000+ PROJECTS COMPLETED

- Across Cement, Steel, Power, Engineering, Sugar, Defense, Railways, Mining and Oil & Gas.

"Providing innovative engineering solutions for enhanced industrial performance and efficiency"

Vision, Mission & Core Values



Vision

Dedicated to driving the World's Engineering progress with our solutions that transform industries. By building trust and absolute reliability, we aim to be the go-to partner for industries facing high stakes and complex challenges where success is paramount

Mission

We empower the industrial sector to overcome wear, reduce downtime, and future-proof their operations. By mastering the science of super conditioning, metallurgy, and heavy engineering, we deliver top-tier welding consumables, proprietary alloys, wear parts, services and fully integrated solutions — all under one roof. Driven by speed, precision, and customer centricity, we don't just solve problems — we engineer possibilities

Core Values

Reliability
Our promise is our performance.

Precision
Excellence is engineered, not improvised.

Speed with Clarity
Fast, but never frantic.

Growth Mindset
The future is built by learners.

Integrity & Sustainability
We do what's right, not what's easy.

Journey So Far

1982 - 93

- Incorporated as Private Limited Company
- Commenced manufacturing of welding electrodes

1994

- Acquired land (in part) for manufacturing facility at Unit I

1995

- Converted from Pvt. Ltd. to Public Ltd. Company
- Acquired land (in part) for manufacturing facility at Unit I
- Acquired a subsidiary Company, Diffusion Super Conditioning Services Pvt. Ltd.

1997 - 2000

- Commencement of production of flux cored wires and wear plates
- Acquired land (N-78) for manufacturing facility at Unit II

2006 - 2011

- Acquired land (N-79) for manufacturing facility at Unit II
- Acquired land (Khasra no. 35 & 36) for manufacturing facility at Unit IV

2012

- Acquired land (Khasra no. 38/1, 38/2 and 38/3) for manufacturing facility at Unit IV
- Established subsidiary company, Diffusion Hernon Adhesive and Sealant Private Limited
- Invested in overseas joint venture Company LSN Diffusion Limited (United Kingdom)

Journey So Far

2013
- Established subsidiary Company in Singapore Diffusion Engineers Singapore Pte Ltd.
- Invested in associate subsidiary in Singapore Mecdiff Sdn Bhd (Malaysia)

2014
- Established a step- down Subsidiary Company of Singapore Subsidiary in Philippines, Diffusion Wear Solutions Philippines Inc

2015
- Acquired land for manufacturing facility at Unit III

2016
- Set up and commenced operations at Unit IV

2022
- Undertook expansion of manufacturing facility at Unit IV

2024
- Acquired leasehold land (Plot Nos. 33-B/1/1/ & 33-B/1/1/ Part, MIDC, Hingna, Sonegaon District, Nagpur, Maharashtra) for the Proposed Facility
- Listed on NSE and BSE through successful IPO

2025
- Incorporated a new subsidiary in the UAE
- Received domestic order worth ₹ 48 Cr for Supply of High-Pressure Grinding Rolls (HPGRs) for Cement industry

Strong & Experienced Management Team



Mr. Prashant Garg
Chairman and Managing Director



Dr. Nitin Garg
Non-Executive Director



Mrs. Chitra Garg
Non-Executive Director



Mr. Anil Trigunayat
Independent Director



Mr. Sherry Oommen
Independent Director



Mrs. Deepali Bendre
Independent Director



Mr. Abhishek Mehta
Chief Financial Officer

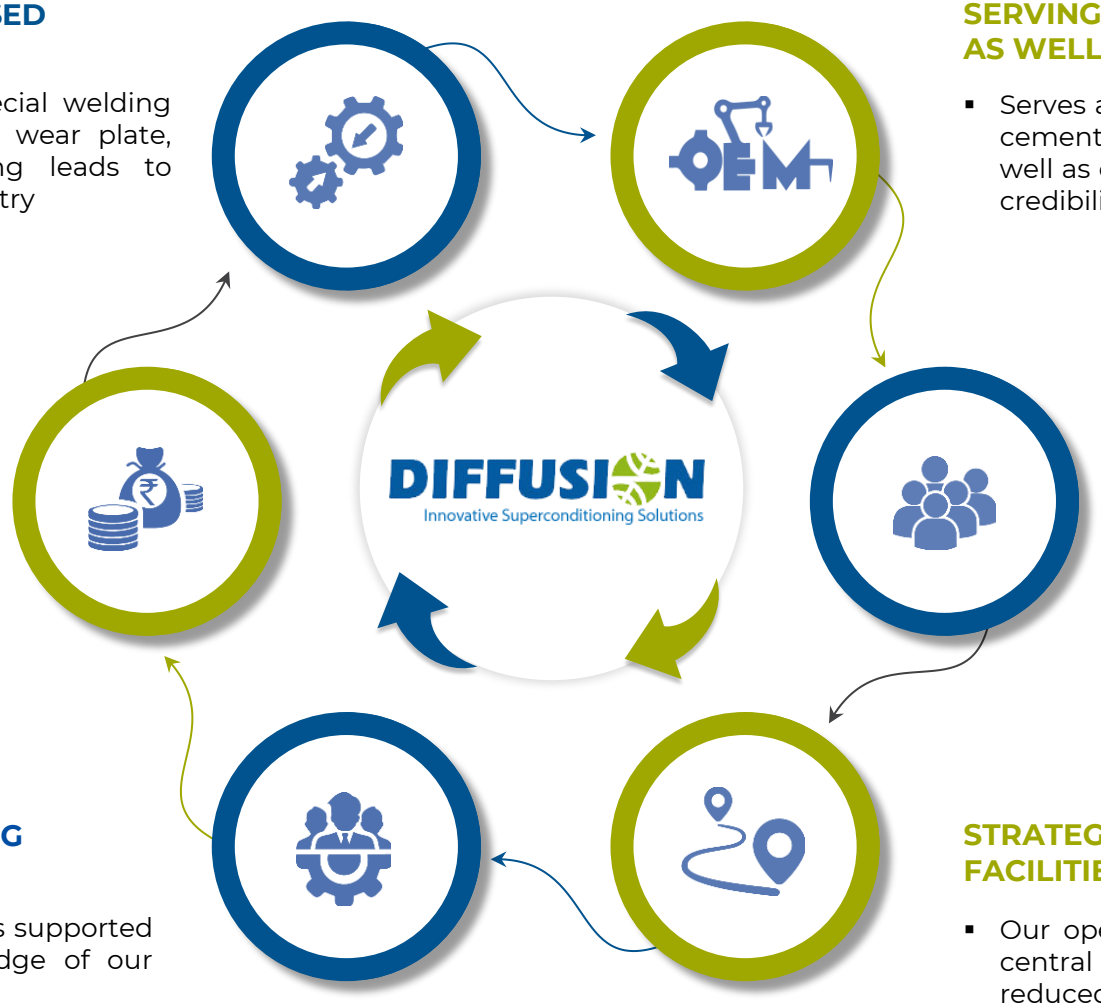
Key Strengths

SYNERGISTIC BUSINESS MODELS FOCUSED ON FORWARD INTEGRATION

- Transitioning from a manufacturer of special welding electrodes to producing flux-cored wires, wear plate, wear parts and now heavy engineering leads to broadened scope and expertise in the industry

SERVING INDUSTRY MAJOR PLAYERS DIRECTLY AS WELL AS THROUGH OEMS

- Serves a diverse clientele, including both OEMs in the cement, steel, power, mining, engineering sectors as well as direct customers. This significantly adds to our credibility



CONSISTENT FINANCIAL PERFORMANCE

- Achieved CAGR of 21.23% for operating Income 22.48% for EBITDA and 32.28% for PAT over 5 years on consolidated Basis.

LONG - STANDING RELATIONSHIPS WITH CUSTOMERS ACROSS INDUSTRIES

- Over four decades of business operations with a strong and diverse customer base with more than 80% repeat customers

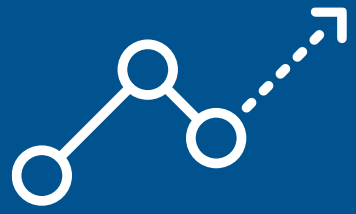
EXPERIENCED PROMOTERS AND STRONG MANAGEMENT TEAM

- Over 20 years of experience in this business supported by team of professionals having knowledge of our various business functions

STRATEGICALLY LOCATED MANUFACTURING FACILITIES

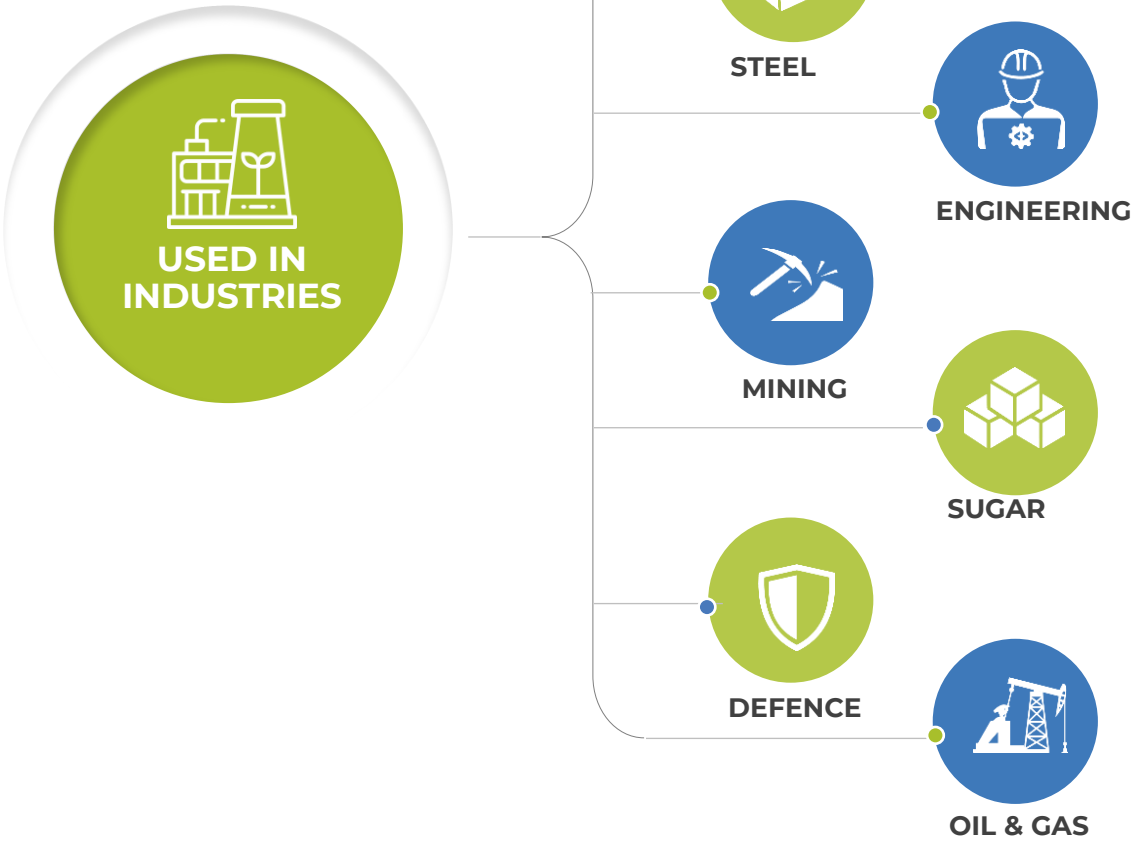
- Our operations in Nagpur, Maharashtra, benefit from a central location that ensures streamlined logistics, reduced transit times and efficient service to industries nationwide including urban and remote areas

DIFFUSION
Innovative superconditioning solutions



BUSINESS
OVERVIEW

Business at a Glance



Key Raw Materials include

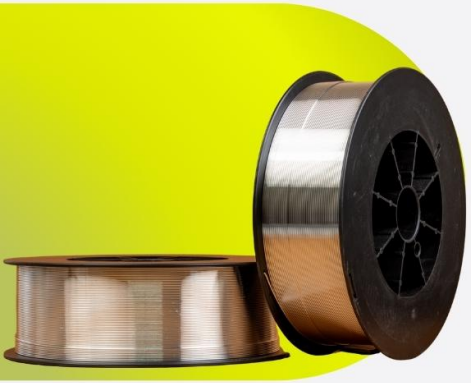
- **FERRO ALLOYS,**
- **POWDERED METALS** like Chromium, Molybdenum, Manganese, Nickel etc,
- **STEEL PLATES,**
- **METAL WIRES**
- **OTHER ALLOYS**

Our Products



Special Purpose Electrodes

A welding electrode is a coated metal wire or rod that conducts electric current from a welding machine to a workpiece to create an arc, melting both the electrode and the base metal to form a strong joint.



Flux Cored Wires

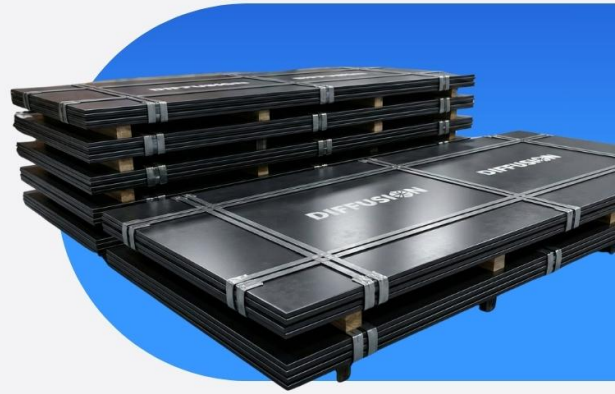
A flux-cored wire is a continuously fed consumable tubular electrode used in Flux-Cored Arc Welding (FCAW). It consists of an outer metal sheath surrounding a hollow center packed with a core of granulated flux, deoxidisers, and alloying elements.

When heated by an electric arc, the internal flux melts to generate its own shielding gas or forms a protective slag layer to shield the molten weld pool from oxygen, nitrogen, and atmospheric contamination.

Wear Plates

Wear plates or abrasion resistant plates protect equipment surfaces from abrasion, impact corrosion and high-temperature wear ensuring durability in harsh industrial environments.

Leveraging backward integration with flux-cored wire production, we manufacture wear plates using open arc welding process offering superior hardness, wear resistance and cost efficiency



Wear Parts

We manufacture ready to fit wear parts for quality, cost effective and higher performance

Integrated Manufacturing Capability: Our self- sufficient facility enables us to produce wear parts using wear plates, forgings, castings and hard - facing consumables ensuring complete solution for user



Coating & Cold Repairing Compounds

We manufacture cold repair compounds based on polymer chemistry and ceramic composites that withstand extreme wear and tear
These products are used for maintenance coatings, anti-corrosive coating, electrical insulation coating, structural coatings and floor coatings



Our Services

DIFFUSION
Innovative Superconditioning Solutions

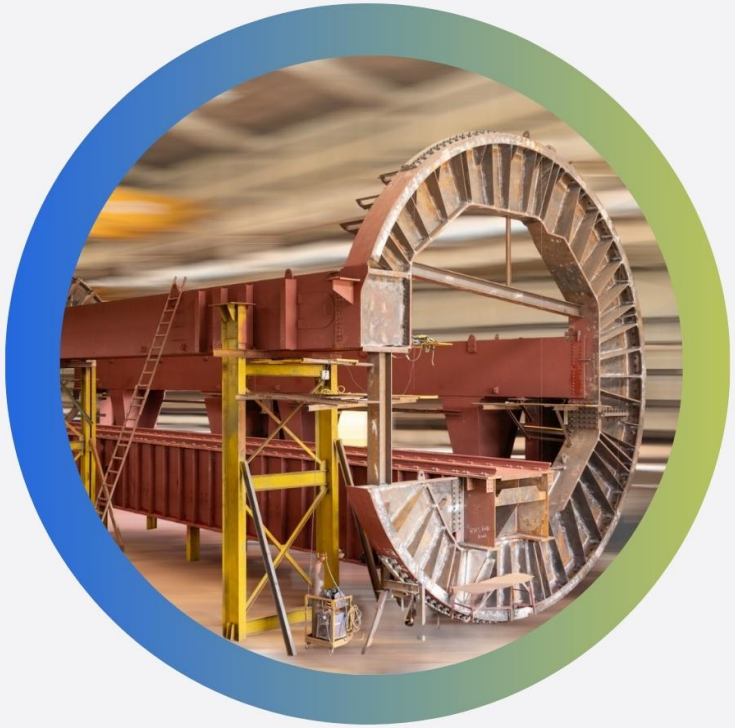


Service Welding

Diffusion Engineers is a pioneer in offline, in-situ, and emergency breakdown reconditioning. Our expertise restores the life of worn-out components, reducing replacement costs and downtime.

Typical Components Reconditioned:

- VRM Tyres · CCS Rolls Cladding · Roller Press Rolls
- Crusher Hammers · Sinter Spikes · Grinding Rolls · Loco Wheels
- Bucket edges · Crusher Rotors · Fan Refurbishments



Heavy Engineering

Diffusion Engineers specializes in manufacturing, fabrication, repair and refurbishment of heavy engineering equipment for cement, steel, power, sugar and other core industries. From precision manufacturing at our dedicated Unit IV in Khapri (Uma), Nagpur, to on-site repairs and factory overhauls of critical components like Air Preheater (APH) rotors, we deliver reliable solutions that restore performance, minimize downtime and extend equipment life.



Kiln- consultancy and fabrication

Our Kiln Consultancy and Fabrication Services are designed to keep rotary kilns running in perfect alignment—smoothly, safely, and efficiently—without interrupting production. We combine advanced optoelectronic alignment systems, in-situ machining, and deep field-engineering expertise to prevent failures before they escalate, reduce energy losses, and extend the life of critical components.

Our Integrated Industrial Advantage

We have built a fully forward- integrated manufacturing ecosystem.



04

Complementary Trading Portfolio

Trading of allied industrial products like welding equipment, powders, industrial sprays and sealants that complement our core offerings, deepen customer relationships, and enhance wallet share — without diluting our manufacturing focus.

03

Closed-Loop Integration

Our own products are then deployed for:

- Equipment reconditioning and life-extension services
- Heavy engineering and fabrication projects
- Ready-to-use wear parts

02

In-House Manufacturing

Using our own alloys, we manufacture:

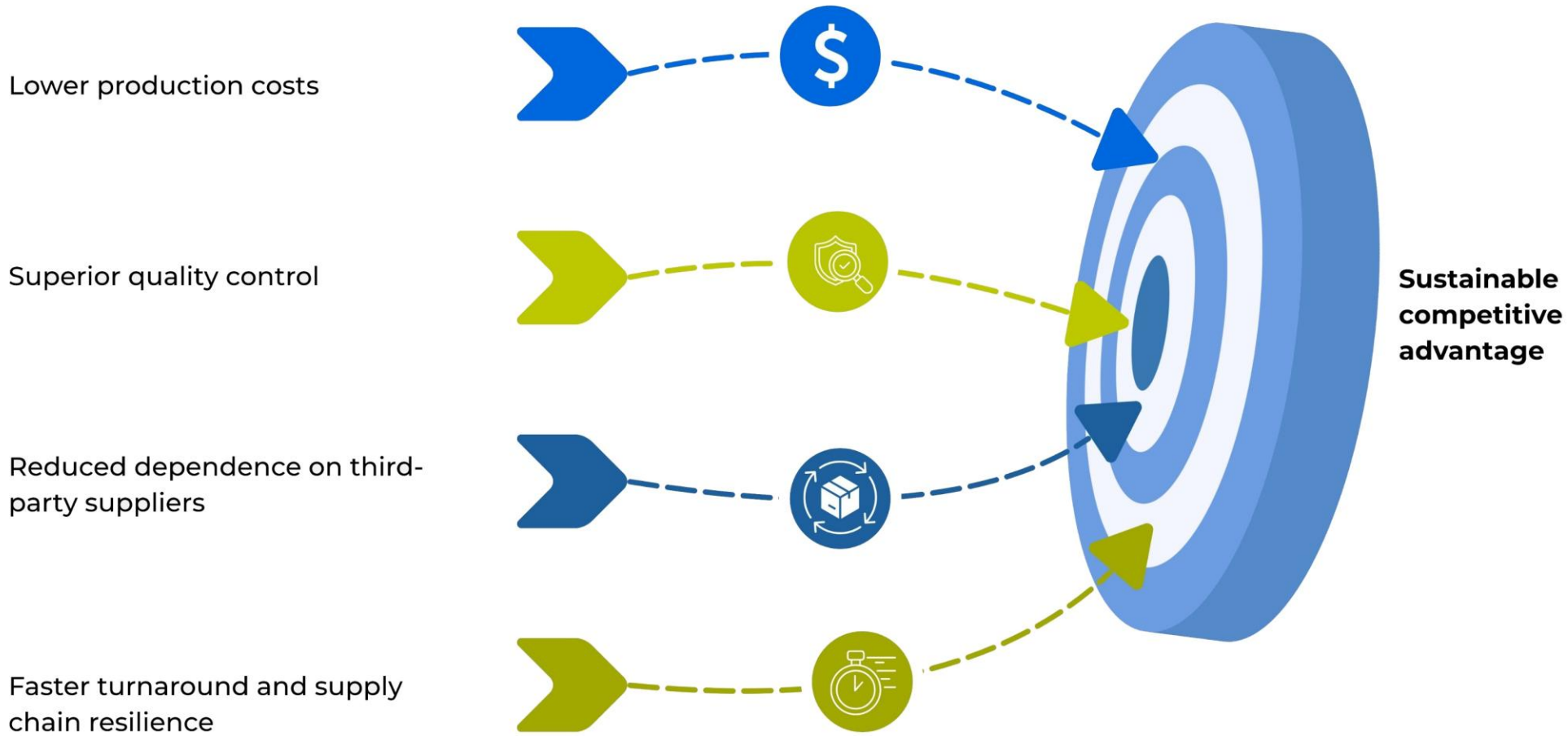
- Special-purpose welding electrodes
- Flux-cored wires
- High-performance wear plates
- Surface coating and anti-wear welding consumables

01

Proprietary Foundation: Metallurgical & Alloy Expertise

Our core strength lies in metallurgy.
We design and develop proprietary alloy compositions engineered against wear, abrasion, impact, corrosion, and high-temperature applications.
This expertise is the foundation on which all downstream products and services are built.

A Closed - Loop Engineering Model



Heavy Engineering Equipment

We specialize in manufacturing and fabrication of heavy engineering equipment for cement, steel, power, sugar, and other core industries. Our dedicated Unit IV in Khapri (Uma), Nagpur – 441501, Maharashtra, ensures high-quality production and precision engineering



APRON FEEDER CONVEYOR



CENTRIFUGAL FAN CASING



HAMMER MILL CRUSHER



VERTICAL ROLLER MILL HOUSING



TILTING RUNNER

State of the Art – Manufacturing Facilities



Unit I

Operational since **1994**

Special Purpose
welding electrodes

T-5, T-6, Nagpur Industrial Area, MIDC,
Hingna, Nagpur

Area – 2,000 sq. mtrs
On lease



Unit II

Operational since **2000**

Flux cored wire, wear plates and wear part

N-78, N-79, Nagpur Industrial Area, MIDC,
Hingna, Nagpur

Area – 13,068 sq. mtrs
On lease



Unit III

Operational since **2015**

Anti-wear Consumables

T-12, Nagpur Industrial Area, MIDC, Hingna,
Nagpur

Area – 1,000 sq. mtrs
On lease



Unit IV

Operational since **2016**

Flux cored wires, wear plates and heavy engineering

Khasra No. 35, 36, 38/1, 38/2, 38/3,
Khapri (Uma), Nagpur

Area - 89,197* sq. mtrs
Owned



Unit V

Commenced from Nov. 25

Special purpose electrodes and wire strips

Plot No. 33-B/1/1 & 33-B/1/1 Part, MIDC Hingna
Nagpur

Area - 10,850 sq. mtrs
On lease

**The total area stands reduced to the extent of approx. 3191 sq. mtrs pursuant to acquisition of land by National Highway Authority of India for public purpose in 2018.*

Robust R&D set up



01 DSIR approved R&D facility at Unit I

02 Equipped with laboratory infrastructure for various developmental activities - process refinement, finished products testing and other raw materials analysis

03 We hold accreditation by the National Accreditation Board for Testing and Calibration Laboratories – ISO/ IEC 17025:2017 for General Requirements for the Competence of Testing & Calibration Laboratories

04 Environment Management System (EMS) certification by TÜV SÜD South Asia Private Limited, Quality Management System (QMS)-ISO 9001:2015, Occupational Health and Safety Management systems – ISO 45001:2018 and Environment Management System – ISO14001:2015

A Suite of Marquee Clientele

DIFFUSION
Innovative Superconditioning Solutions



































































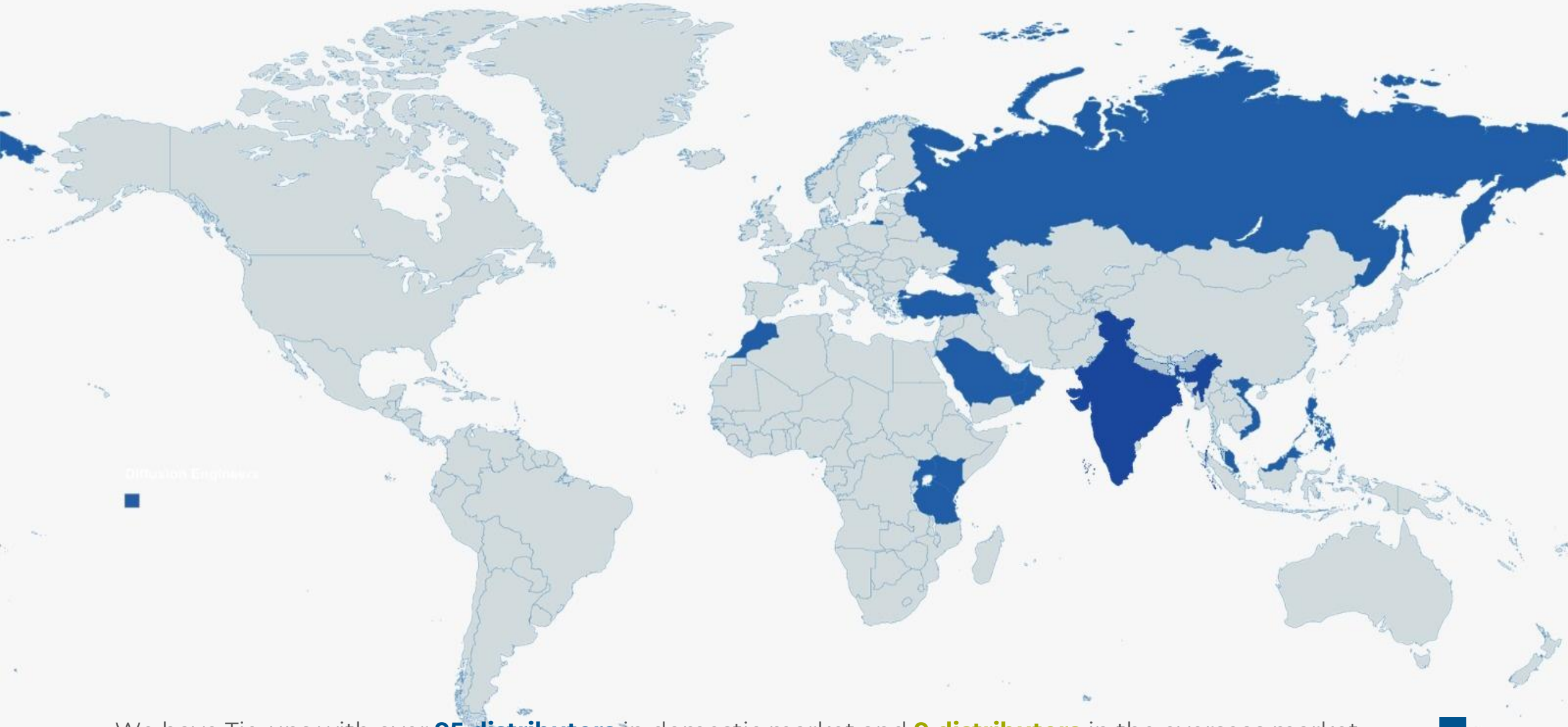






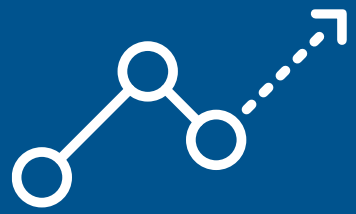


Strong Global Presence since 1982



We have Tie-ups with over **95 distributors** in domestic market and **9 distributors** in the overseas market

DIFFUSION
Innovative superconditioning solutions



INDUSTRY OVERVIEW

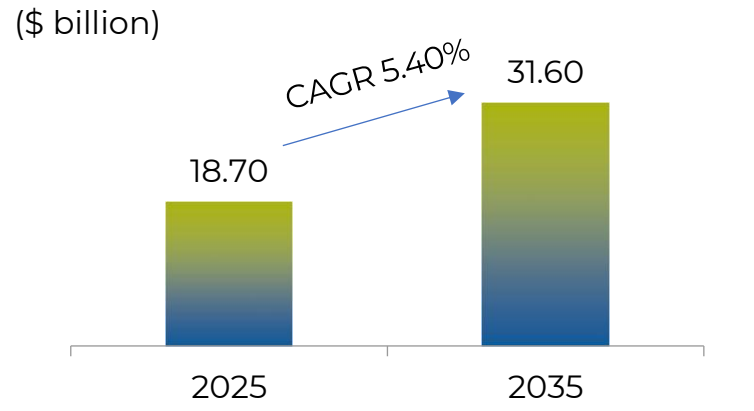
Welding Consumables Market

- The global welding consumables market size reached USD 18.7 bn in 2025. Looking forward, Market Business Insights expects the market to reach USD 31.60 Billion by 2035,

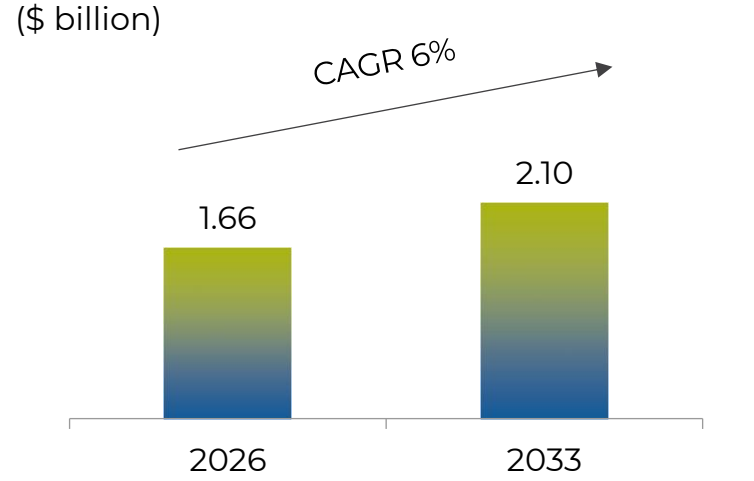
  exhibiting a growth rate (CAGR) of 5.40% during 2025-2035

  - ✓ Asia-Pacific region has the highest share, with around 47% contribution
  - ✓ North America has the second biggest market after Asia, due to presence of large automotive and component manufacturers
- The India welding consumables market size reached USD 1.66 bn in 2026. Looking forward, Fortune Business Insight expects the market to reach USD 2.1 bn by 2033, exhibiting a growth rate (CAGR) of 6% during 2025-2033
- **Industrial Expansion and Manufacturing Growth:**
  - ✓ Growth of industries like heavy engineering, energy, oil & gas, Railways, shipbuilding, power, transportation, and automotive drives demand
  - ✓ As India aspires to become a global manufacturing hub, manufacturing sector's expansion will further bolster this demand
- **Government Initiatives and Infrastructure Investments:** The Indian government's significant infrastructure spending is a key factor, with allocations like INR 12.22 trillion in 2026-2027 in sectors such as roads, urban infrastructure, and railways, along with reforms under 'Make in India' and 'Atmanirbhar Bharat,' are expected to significantly boost welding consumables sector

Global Welding Consumables Industry



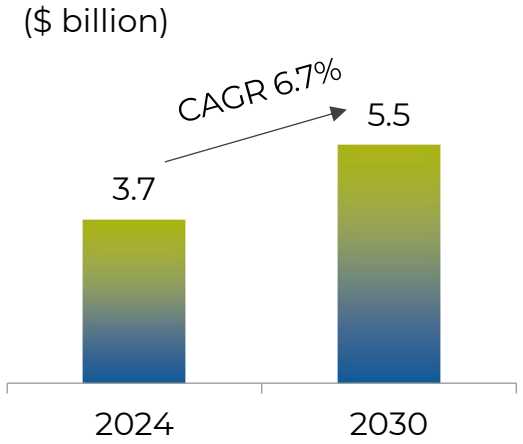
Welding Consumables Industry In India



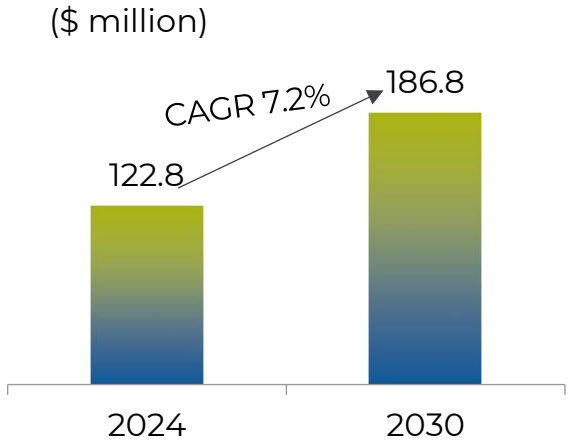
Source: Fortune Business insight ,CRISIL MI&A, IMARC Group, Pib Govt

Wear Plates & Heavy Engineering Market

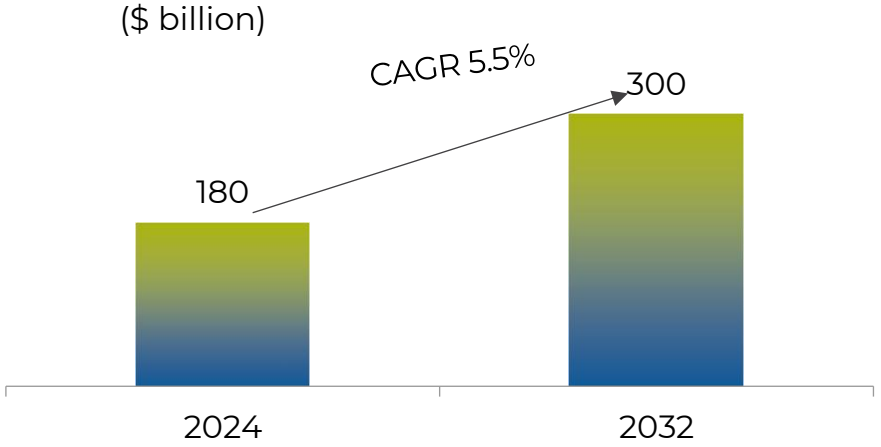
Global Wear Plate Market



Indian Wear Plate Market



Heavy Engineering Industry in India

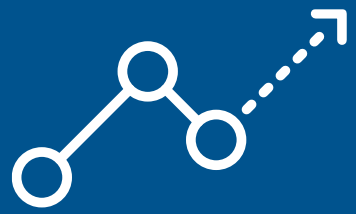


- The global wear plate market is anticipated to expand from $3.7 bn in 2024 to $5.50 bn by 2030, reflecting a CAGR of 6.7% over the half decade
  - **Asia** contributes highest consumption – rapid industrialisation, expanding mining activities
  - **Europe** – Transportation Sector and mining activity for minerals
- The Indian wear plates market was valued at USD 122.8 million in 2024 and is expected to reach USD 186.8 million by 2030, expanding at a CAGR of 7.2% during 2025–2030
- Wear plates are an essential part of various industries, such as power plants, steel mills, quarrying and cement, as these plates protect key components of these industry

- Heavy electrical engineering, earthmoving, construction and mining machinery, and process plant equipment are the largest segments
- Industry is expected to continue to expand on the back of rising manufacturing and construction activities
- Technological advancements, FDI, and strong government initiatives drive manufacturing sector and boost heavy engineering capital goods industry
- Growth is further supported by ease of doing business, the PLI scheme, infrastructure investments, and favorable policies

Source: Grandview Research Ministry of Heavy Industries, IEEMA, CRISIL MI&A, IMARC Group

DIFFUSION
Innovative superconditioning solutions



FINANCIAL
OVERVIEW

Chairman's Message

Prashant Garg

Chairman & Managing Director
Diffusion Engineers Limited



"The Company delivered a strong performance during Q2 FY27, with Revenue from Operations growing by 50.70% year-on-year to ₹1,259.34 Mn. EBITDA increased by 34.51% to ₹166.35 Mn, while Profit After Tax grew by 25.46% to ₹127.53 Mn. This performance reflects sustained demand across our business segments and the continued strength of our business fundamentals.

Geopolitical uncertainties and disruptions in global supply chains have led to an increase in input costs. Rising energy and logistic costs further added to the cost pressures, impacting operating margins. Despite these challenges, the Company continues to focus on operational efficiencies, cost optimisation and improved resource utilisation to maintain healthy profitability.

Our diversified business portfolio, comprising welding consumables, wear protection solutions and specialised engineering services, continues to provide a strong foundation for growth. We remain focused on strengthening customer relationships and expanding our presence across industrial applications.

We are pleased to share that the major capital expenditure undertaken by the Company is nearing completion. These investments are expected to progressively contribute to enhanced manufacturing capacity, improved operational efficiencies and stronger execution capabilities, supporting our next phase of growth. Innovation and product development remain important priorities. We continue to develop new products, upgrade existing solutions and strengthen our technological capabilities to address evolving customer requirements and create new business opportunities.

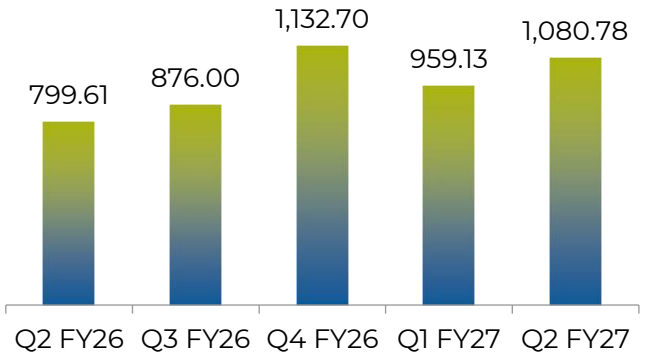
Looking ahead, while geopolitical developments, input cost volatility and rising energy prices remain areas of focus, we remain optimistic about the Company's long-term growth prospects. With capacity expansion nearing completion, continued product innovation and a strong customer base, we believe the Company is well positioned to capitalise on emerging opportunities.

We remain committed to sustainable and profitable growth, operational excellence and long-term value creation for all stakeholders. I sincerely thank our employees, customers, suppliers, bankers and shareholders for their continued trust and support

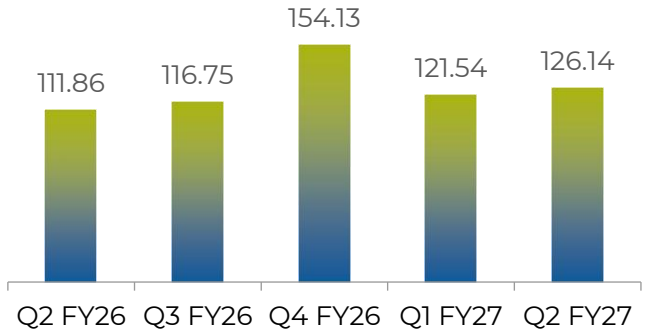
Standalone Financial Highlights - Quarterly

(₹ In Mn)

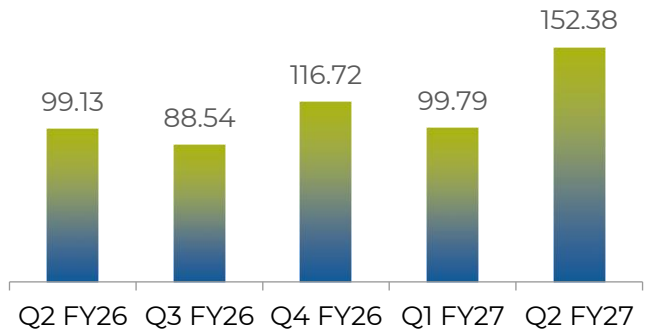
Revenue from Operations



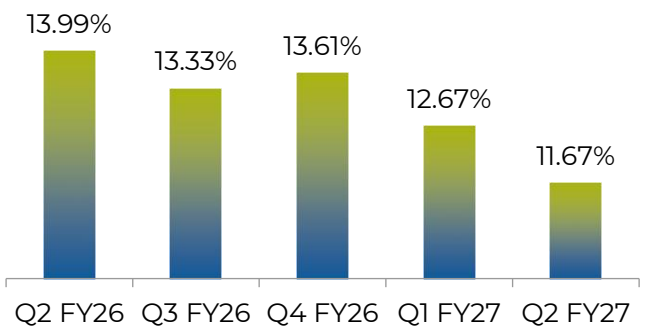
*EBITDA



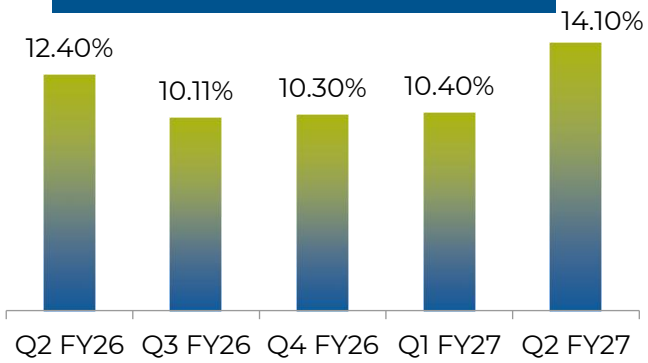
**PAT



*EBITDA Margins %



**PAT Margins %



*Excluding other income

** The reported PAT and PAT margin of Standalone Financials includes dividend income of $5,00,000 received from a Wholly Owned Subsidiary in Q2FY27

Quarterly Financial Highlights - Standalone

₹ in Mn

Particulars	Q2 FY27	Q2 FY26	Y-o-Y%	Q1 FY27
Total Income from Operations	**1080.78**	**799.61**	**35.16%**	**959.13**
*Raw Materials	768.27	517.16		655.70
Employee Cost	121.23	113.78		120.08
Other Expenses	65.14	56.80		61.81
Total Expenditure	**954.64**	**687.75**		**837.59**
EBITDA (Excl. Other Income)	**126.14**	**111.86**	**12.76%**	**121.54**
EBITDA Margin (%)	**11.67%**	**13.99%**	**-16.57%**	**12.67%**
Other Income	64.97	29.14		32.75
Depreciation	16.24	14.28		16.48
Interest	7.52	4.69		6.66
Profit Before Tax	**167.35**	**122.03**	**37.14%**	**131.15**
Tax	14.97	22.90		31.36
Profit After Tax	**152.38**	**99.13**	**53.72%**	**99.79**
Profit After Tax Margin%	**14.10%**	**12.40%**		**10.40%**
EPS (₹)	**4.07**	**2.65**		**2.68**

Total Income from Operations increased by 35.16% YoY due to healthy demand across core industrial segments, improved execution capabilities and a strong order book

EBITDA grew by 12.76% YoY on account of higher operating volumes and better execution, supported by operating leverage.

EBITDA margin decreased to 11.67% from 13.99%, due to higher input costs including Raw materials, logistics and energy costs mainly due to macro economic and geopolitical issues

Other Income rose to ₹64.97 Mn from ₹29.14 Mn in Q1 FY26, mainly due to the non-recurrence of dividend income from a wholly owned subsidiary of ₹47.76 Mn received in the Q1 FY26. Profit Before Tax increased by 37.14% YoY supported by strong operating growth, increas e in other income and increased efficiency.

Profit After Tax Increased by 53.72% YoY for the same reason as above, though the business delivered stronger operational performance.

PAT margin also increased to 14.10% from 12.40%, due to higher other income in the current quarter

*Including Manufacturing expenses
PAT Margin (%) = Profit After Tax / Total Income from Operations × 100

Half Year Financial Highlights - Standalone

Rs. in Mn

Particulars	H1 FY27	H1 FY26	Y-o-Y%
Total Income from Operations	**2039.91**	**1533.33**	**33.04%**
*Raw Materials	1423.97	1007.00	
Employee Cost	241.31	223.80	
Other Expenses	126.95	104.13	
Total Expenditure	**1792.23**	**1334.93**	
EBITDA (Excl. Other Income)	**247.68**	**198.41**	**24.83%**
EBITDA Margin (%)	**12.14%**	**12.94%**	**(80)bps**
Other Income	97.72	130.59	
Depreciation	32.72	28.61	
Interest	14.18	7.56	
Profit Before Tax	**298.50**	**292.83**	**1.94%**
Tax	46.34	51.66	
Profit After Tax	**252.17**	**241.17**	**4.56%**
Profit After Tax Margin%	**12.36%**	**15.73%**	**(337)bps**
EPS (₹)	**6.75**	**6.44**	

Growth in Total Income from Operation, EBIDTA and PAT was driven by healthy demand across core industrial segments, improved execution of engineering orders and higher order inflows.

EBITDA grew by 24.83% YoY on account of higher operating volumes and better execution, supported by operating leverage in spite higher Input costs including raw material, energy and logistics.

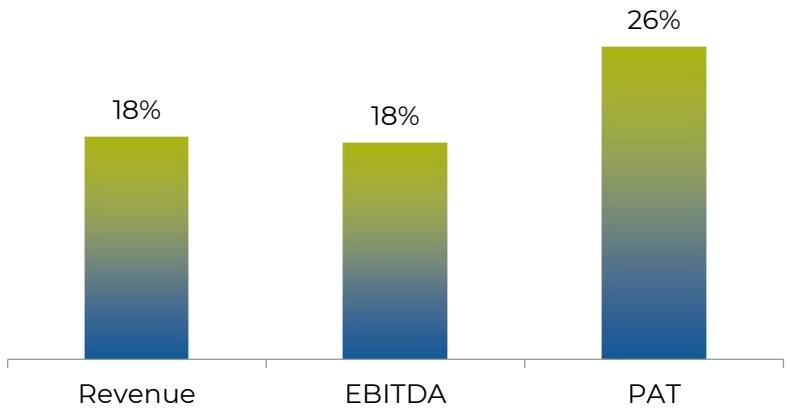
PAT has increased by 4.56% however the PAT margins hav e shrunk due to decrease in Treasury income of Rs. 32.87 Mn.

*Including Manufacturing expenses

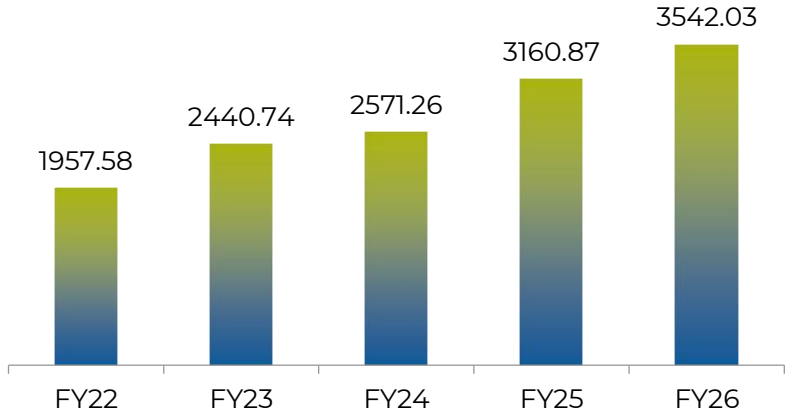
5 years Standalone Annual Financial Highlights

(Rs In Mn)

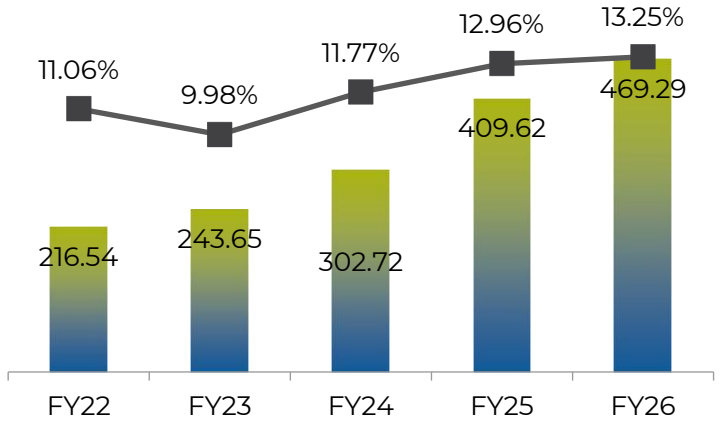
5 Years CAGR (%)



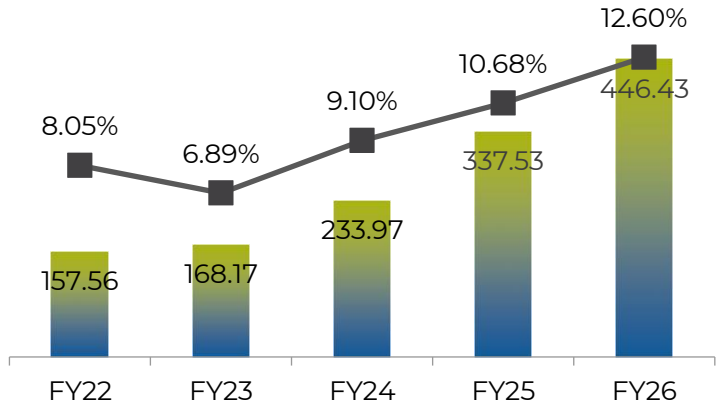
Revenue (₹ Mn)



*EBITDA (Rs. Mn) EBITDA Margin (%)



PAT (Rs. Mn) PAT Margin (%)

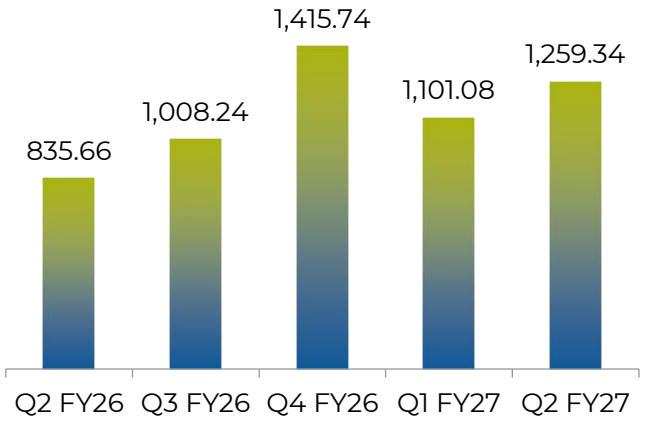


*Excluding other income & share of profit/ Loss of Associates and Joint ventures

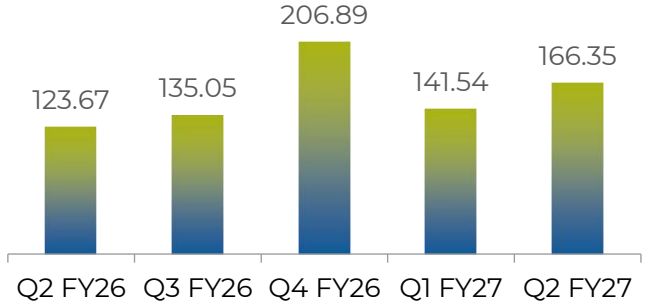
Consolidated Financial Highlights - Quarterly

(Rs In Mn)

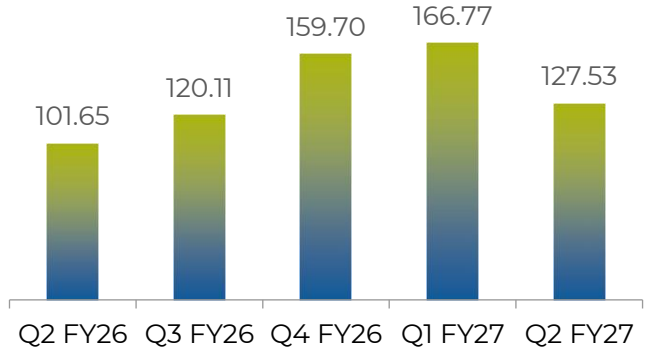
Revenue from Operations



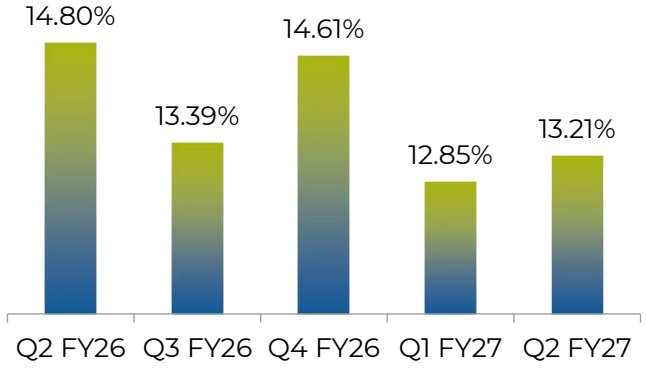
*EBITDA



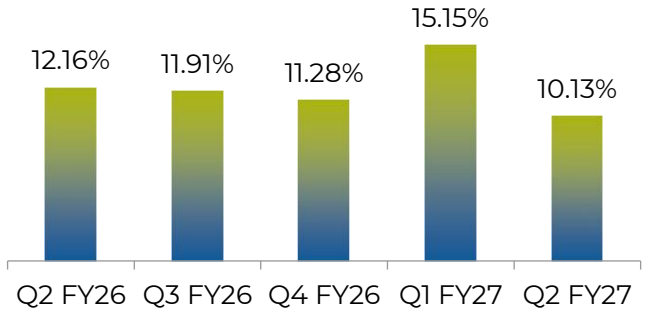
PAT



*EBITDA Margins %



PAT Margins %



*Excluding other income & share of profit/ Loss of Associates and Joint ventures

Quarterly Financial Highlights - Consolidated

₹ in Mn

Particulars	Q2 FY27	Q2 FY26	Y-o-Y%	Q1 FY27
Total Income from Operations	**1259.34**	**835.66**	**50.70%**	**1101.08**
*Raw Materials	882.40	526.80		753.30
Employee Cost	127.93	120.66		126.09
Other Expenses	82.65	64.52		80.15
Total Expenditure	**1092.99**	**711.98**		**959.55**
EBITDA (Excl. Other Income)	**166.35**	**123.67**	**34.51%**	**141.54**
EBITDA Margin (%)	**13.21%**	**14.80%**	**(159)bps**	**12.85%**
Other Income	18.73	30.37		40.98
Depreciation	18.51	16.30		18.78
Interest	8.35	5.30		6.97
Share of P/L of associates	(6.02)	-5.92		44.59
Profit Before Tax	**152.20**	**126.52**	**20.30%**	**201.36**
Tax	24.67	24.87		34.59
Profit After Tax	**127.53**	**101.65**	**25.46%**	**166.77**
Profit After Tax Margin%	**10.13%**	**12.16%**	**(203)bps**	**15.15%**
EPS (In Rs.)	**3.39**	**2.69**		**4.47**

Total Income from Operations increased by 50.70% YoY on the back of strong demand across core industrial segments, higher execution levels and a healthy order book.

EBITDA grew by 34.51% YoY, supported by operating leverage from higher volumes, improved execution efficiency and better absorption of fixed costs.

EBITDA margin increased moderately slightly from 12.85% to 13.21% (QoQ).

PBT rose by 20.30% YoY, aided by improved operating performance, partly offset by lower other income and higher finance and depreciation charges.

The decline in PAT (QoQ) of Rs. 39.24 Mn is due to lower treas ury income and share of profit in associates.

PAT increased by 25.46% YoY, reflecting stronger operating performance, despite the moderation in other income and margin pressure. EPS improved to ₹3.39 from ₹2.69, in line with the growth in net profit.

*Including Manufacturing expenses
PAT Margin (%) = Profit After Tax / Total Income from Operations × 100

Half Year Financial Highlights - Consolidated

Rs. in Mn

Particulars	H1 FY27	H1 FY26	Y-o-Y%
Total Income from Operations	**2360.42**	**1642.31**	**43.73%**
*Raw Materials	1635.71	1054.05	
Employee Cost	254.02	235.60	
Other Expenses	162.81	123.27	
Total Expenditure	**2052.54**	**1412.82**	
EBITDA (Excl. Other Income)	**307.89**	**229.49**	**34.16%**
EBITDA Margin (%)	**13.04%**	**13.97%**	**(93)bps**
Other Income	59.70	85.26	
Depreciation	37.29	32.53	
Interest	15.32	8.50	
Share of P/L of associates	38.58	7.84	
Profit Before Tax	**353.56**	**281.56**	**25.57%**
Tax	59.26	57.26	
Profit After Tax	**294.30**	**224.30**	**31.21%**
Profit After Tax Margin%	**12.47%**	**13.66%**	**(119)bps**
EPS (₹)	**7.84**	**5.95**	

Growth in Total Income from Operation, EBIDTA and PAT was driven by healthy demand across core industrial segments, improved contribution from overseas operations and associates, and higher order inflows.

EBITDA grew by 34.16% YoY on account of higher operating volumes and better execution, supported by operating leverage.

EBITDA margin decreased by 93 bps, due to higher input costs including Raw materials, logistics and energy costs mainly due to macro economic and geopolitical issues

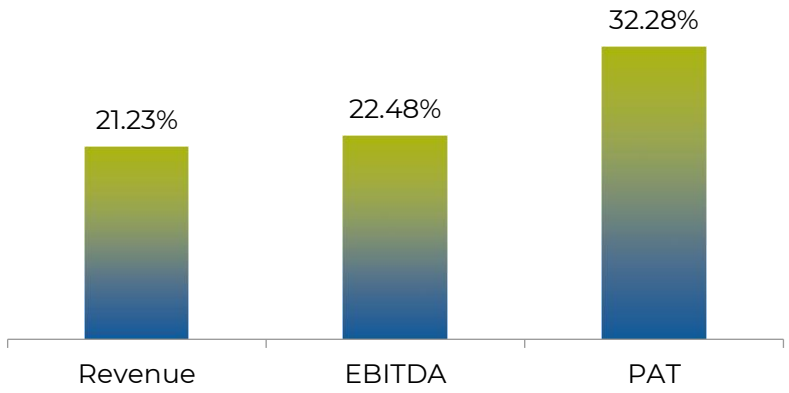
PAT has increased by 31.21% however the PAT margins have moderated by 119 bps due to higher Input costs including raw material, energy and logistics.

*Including Manufacturing expenses

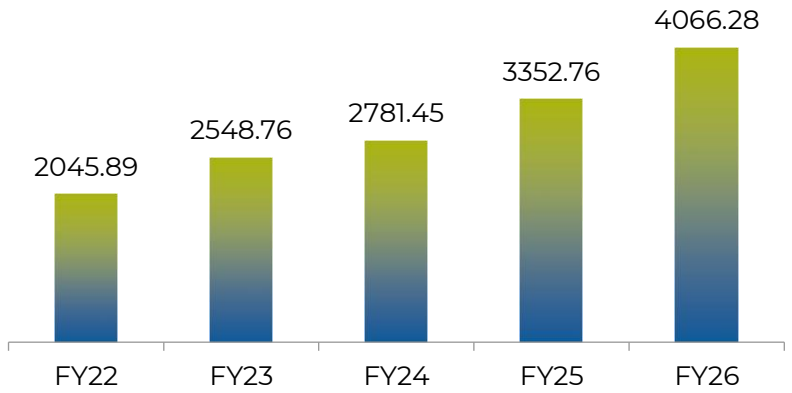
5 years Consolidated Annual Financial Highlights

(Rs in Mn)

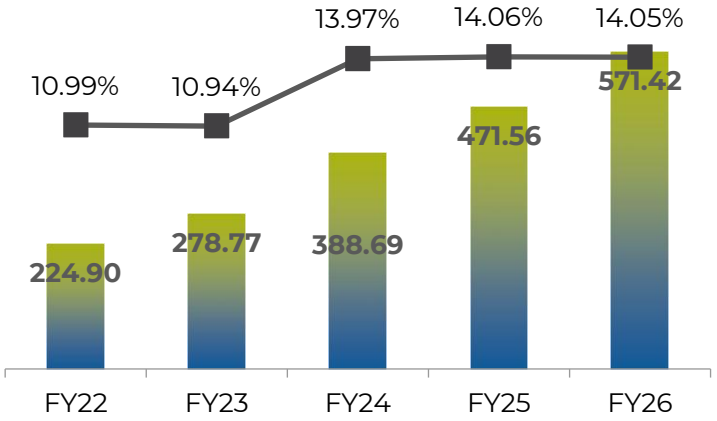
5 Years CAGR (%)



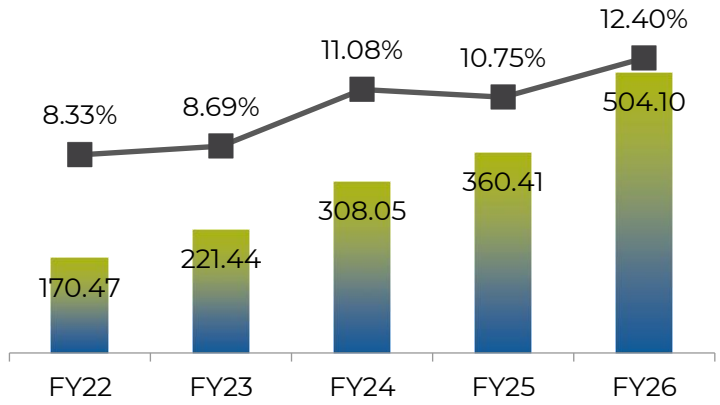
Revenue (₹ Mn)



*EBITDA (Rs. Mn) EBITDA Margin (%)



PAT (Rs. Mn) PAT Margin (%)

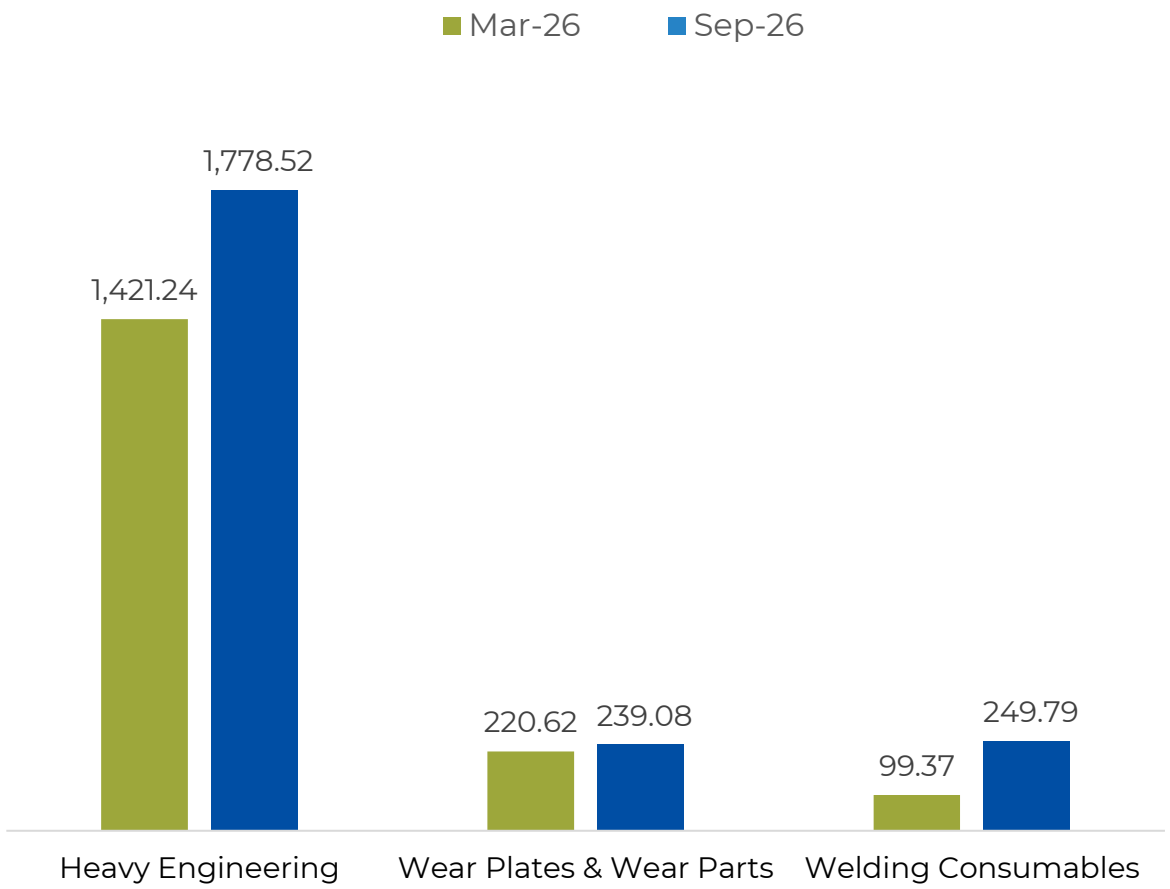


*Excluding other income & share of profit/ Loss of Associates and Joint ventures

Order Book

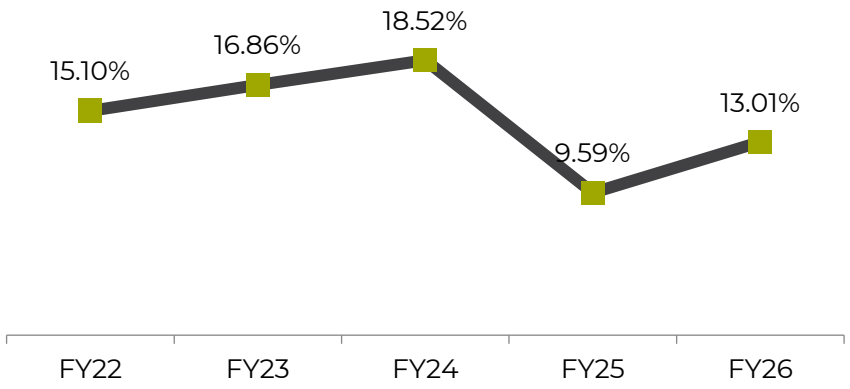
Rs. in Mn

Type	Sep-26	Mar-26
Heavy Engineering	1,778.52	1,421.64
Wear Plates and Wear Parts	239.62	220.08
Welding Consumables	249.79	99.37
Grand Total	**2,267.93**	**1,741.09**

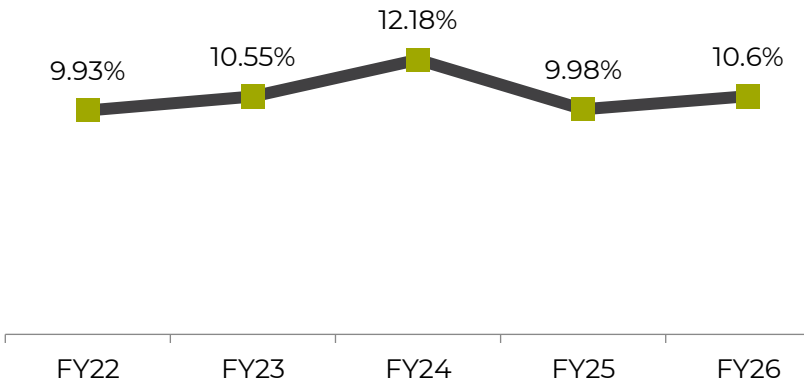


Key Ratios

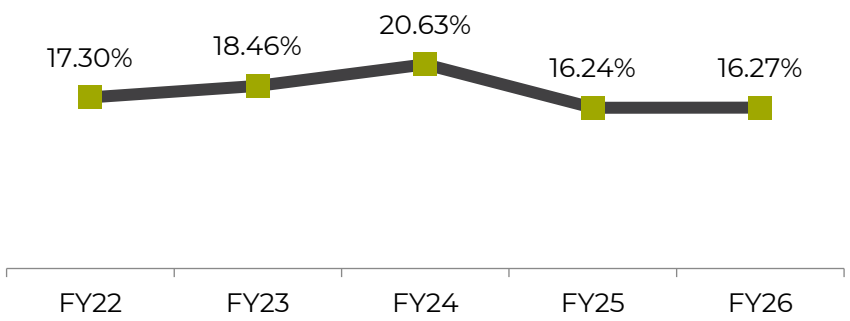
RoE(%)



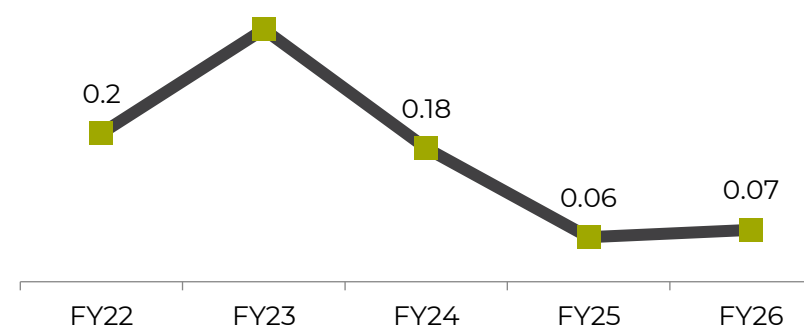
RoA(%)



RoCE(%)



Total Debt to Equity Ratio (X)

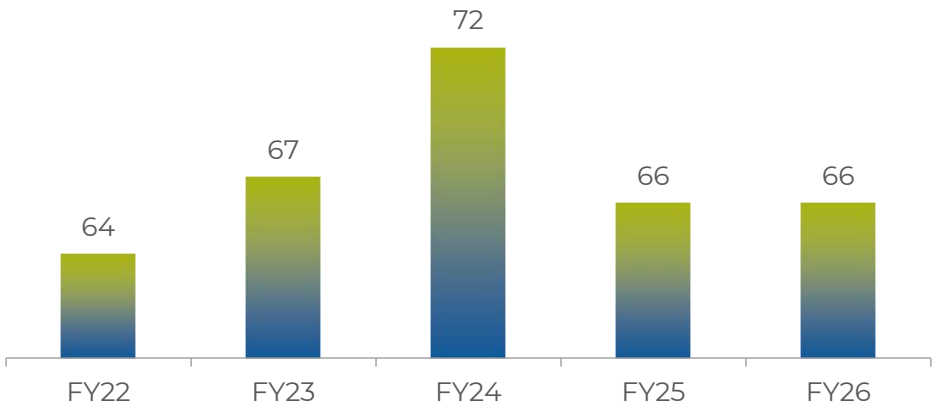


The decline in ROE and ROCE in FY25 is primarily attributed to the increase in equity base following the IPO

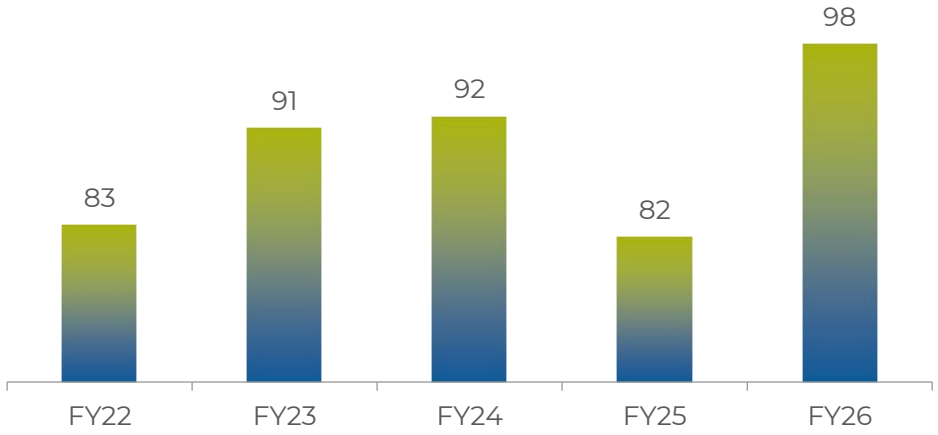
RoE = Net Profit/Average Total Equity | RoA = Net Profit/Average Total Assets | RoCE = EBIT/Average Capital Employed | Total Debt to Equity = Total Debt/Total Equity Source : Ace Equity

Working Capital Analysis (Days)

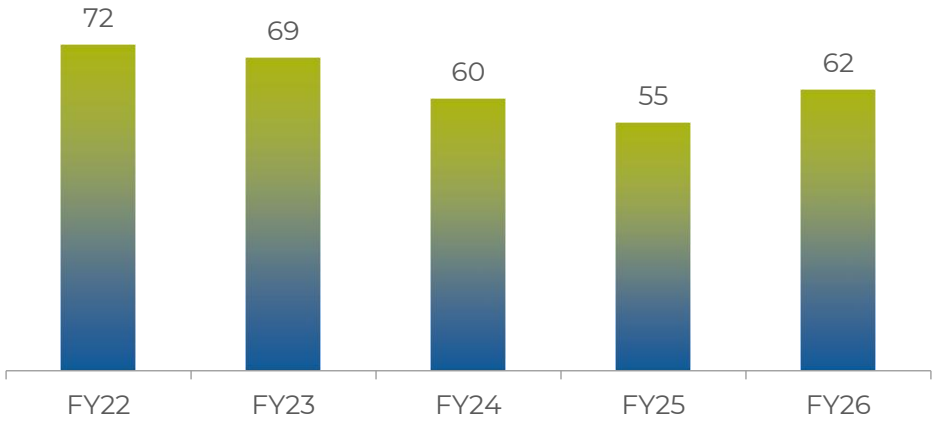
Inventory



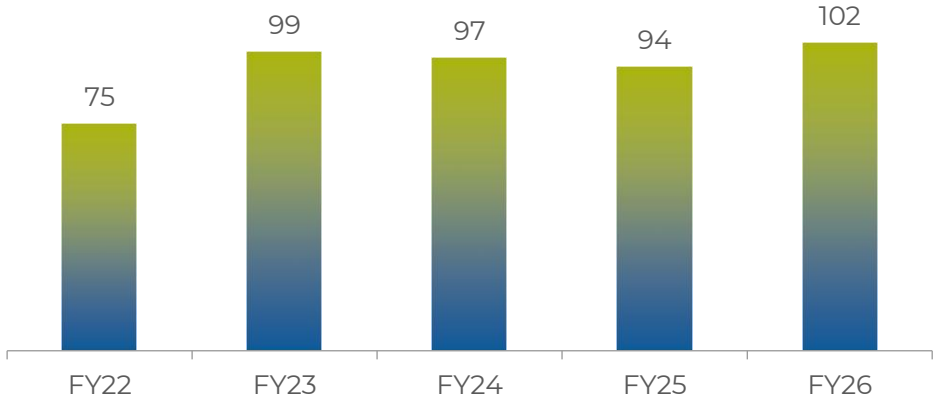
Receivables



Payables



Net Working Capital



DIFFUSION
Innovative superconditioning solutions

Thank You

Company

Diffusion Engineers Limited.
CS Chanchal Jaiswal

info@diffusionengineers.com
www.diffusionengineers.com

Investor Relations Advisors

Adfactors PR Pvt. Ltd.
Mr. Tejpal Singh/ Mr. Aman Singh

tejpal.singh@adfactorspr.com
aman.singh@adfactorspr.com

www.adfactorspr.com







