



Date: February 08, 2025

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: Integrated Filing (Financial) for the quarter and nine months ended December 31, 2024.

Pursuant to SEBI Circular No. SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/ 185 dated December 31, 2024, read with BSE Circular No. 20250102-4 and NSE Circular No. NSE/CML/2025/02 dated January 02, 2025, we are submitting herewith the Integrated Filing (Financials) for the quarter and the nine-months ended December 31, 2024.

The same will also be made available on the website of the Company at.
<https://www.diffusionengineers.com/investors-relation>.

This is for your information and record.

Thanking You.
Yours faithfully,

For Diffusion Engineers Limited

Chanchal Jaiswal
Company Secretary and Compliance Officer
Membership no. A67136

Encl.: As above



DIFFUSION ENGINEERS LIMITED

Regd. Office : T-5 & 6, M.I.D.C., Hingna Industrial Area, Nagpur - 440 016, Maharashtra, INDIA

[t] 091-7104-232890, 234727, 236772, CIN : L99999MH2000PLC124154

[e] info@diffusionengineers.com, [w] www.diffusionengineers.com GSTIN : 27AAACD8008L1ZK

Branches At : Ahmedabad • Chennai • Chittorgarh • Faridabad • Jamshedpur • Kolkata • Pune • Raipur • Secunderabad

DIFFUSION ENGINEERS LTD
Unaudited Standalone Statement of Profit & Loss for the period ended December 31, 2024

(All amounts in rupees Million, unless otherwise stated)

Particulars	Nine months ended		Half year ended	Quarter ended		Year ended
	31st December 2024 (Unaudited)	31st December 2023 (audited)	30th September 2024 (Unaudited)	31st December 2024 (Unaudited)	30th September 2024 (Unaudited)	31 March 2024 (Audited)
Revenue						
Revenue from operations	2,151.18	1,879.60	1,415.76	735.42	743.15	2,571.26
Other income	41.17	44.03	41.53	(0.36)	14.30	71.94
Total revenue	2,192.35	1,923.63	1,457.29	735.06	757.45	2,643.19
Expenses						
Cost of materials consumed	1,203.17	917.68	812.67	390.50	362.62	1,264.98
Purchases of stock-in-trade	105.33	123.92	69.74	35.59	27.57	185.55
Changes in inventories of finished goods and work-in-progress	(153.00)	5.51	(96.46)	(56.53)	16.30	(8.01)
Manufacturing expenses	290.84	238.29	174.72	116.12	90.36	333.40
Employee benefit expenses	292.73	254.17	187.85	104.88	92.68	345.51
Finance costs	17.27	13.99	12.72	4.55	6.65	16.94
Depreciation and amortization expenses	33.38	28.95	22.84	10.54	9.99	38.55
Other expenses	138.30	124.23	79.11	59.20	44.64	147.11
Total expenses	1,928.83	1,706.74	1,263.19	664.83	651.02	2,324.85
Profit/(loss) before Exceptional Items and Tax	264.33	216.90	194.10	70.23	106.43	319.14
Exceptional Items	-	-	1.49	-	1.31	2.57
Profit/(loss) before Tax	264.33	216.90	192.60	70.23	105.12	316.58
Tax expenses						
- Current tax	48.11	45.89	40.76	7.35	22.39	67.66
(Excess)/short provision of tax relating of previous years	(1.81)	-	(1.81)	-	(1.81)	-
- Deferred tax	0.91	11.59	1.88	-0.97	(2.61)	14.97
Total tax expenses	47.21	57.48	40.83	6.37	17.97	82.63
Net profit for the period	217.12	159.42	151.77	63.86	87.15	233.95
Other comprehensive income						
(i) Items that will not be reclassified subsequently to profit or loss						
Remeasurements of the defined benefit plans	1.60	(1.56)	(4.05)	5.65	(2.02)	(1.99)
Income tax effect on above	(0.34)	0.36	0.92	-1.26	0.46	0.45
(ii) Items that will be reclassified to profit or loss in subsequent periods						
Gain / (Loss) on Items designated as Fair Value Through Other Comprehensive Income						
Income tax effect on above						
Other comprehensive income for the period, net of tax	1.27	(1.20)	(3.12)	4.39	(1.56)	(1.54)
Total comprehensive income / (loss) for the period	218.39	158.21	148.65	68.25	85.59	232.42
Earnings per equity share						
Earnings per equity share (nominal value of share Rs. 10/-)						
Basic (In Rs) Not annualised	5.80	5.69	5.42	1.71	3.11	8.35
Diluted (In Rs) Not annualised	5.80	5.69	4.06	1.71	2.33	8.35

The accompanying notes form an integral part of the standalone financial statements



Notes to unaudited standalone financial results for quarter ended 31st December, 2024

1. The equity shares of the Company have been listed on National Stock Exchange of India Limited ("NSE") and on BSE Limited ("BSE") on October 4, 2024 by completing Initial Public Offer ("the IPO") of 93,55,000 equity shares of face value of Rs. 10/- each at an issue price of Rs. 168/-per equity share (including share premium of Rs. 158/-per equity share) aggregating to Rs. 1,571.64 million and 50,000 equity shares to employees of face value of Rs. 10 each and an issue price of Rs. 160/- per equity shares (including share premium of Rs. 150/- per equity share) aggregating to Rs. 8 million. Total amount aggregating to Rs. 1,579.64 million. Rs. 750.07 million was received from Anchor investors on 25th September 2024 and subsequently allotment was done on 1st October 2024.

Accordingly the above statement of standalone unaudited financial results for the quarter and nine month ended 31st December, 2024 are drawn up for the first time in accordance with the requirement of Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulations, 2015 as amended, accordingly the figures for the quarter and six months ended 31st December, 2024 have not been reported.

2. These unaudited financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. The above standalone unaudited financial results for the quarter ended 31st December, 2024 and for the nine-month ended 31st December, 2024 in respect of Diffusion Engineers Limited have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 7th February, 2025. The Statutory auditors have expressed unmodified opinion on financial results for the quarter ended 31st December, 2024 and for the nine-month ended 31st December, 2024.
4. The figures for the quarter ended 31st December, 2024 are the balancing figures between the unaudited standalone figures upto the nine months ended 31st December, 2024 and unaudited, reviewed published standalone figures of quarter ended 30 September, 2024. March 31, 2024 extracted from the audited Financials Statement of that period.



5. As a result of the Management review mechanism, the Company has one segment "Welding Fabrication Technology and Engineering" which includes Manufacturing, Trading and Job Work.
6. Issue Expenditure related to IPO has been adjusted against the Securities Premium and accordingly Exceptional Expenses for the quarter and half year ended 30th September, 2024 Rs. 1.31 million and Rs. 1.49 million respectively have been reversed during the quarter and nine months period ended 31st December, 2024
7. The figures of previous periods / year are reclassified, regrouped and rearranged wherever necessary so as to make them comparable with current period's figures
8. Diluted EPS for the quarter and half-year ended 30th September 2024, and EPS for the quarter and nine months ended 31st December 2024, have been calculated based on the total number of shares post-listing, which is 37,426,259.

For and on behalf of the Board of Directors

Diffusion Engineers Limited



Prashant Garg

Managing Director

DIN - 00049106

Place – Nagpur

Date – 7th February, 2025

PGS & Associates

Chartered Accountants

103, Vatsalya Building, 3rd Lane, Hindu Colony, L N Road, Dadar (East), Mumbai- 400014

• Telephone No: 86577 41103 / 87790 57086 • Email ID: info@pgsca.in

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To,
The Board of Directors,
Diffusion Engineers Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Diffusion Engineers Limited ("the Company"), for the quarter ended 31st December, 2024 and year to date results for the period 1st April 2024 to 31st December, 2024 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down



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Chartered Accountants

in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. The figures for the quarter ended 31 December, 2024 are the balancing figures between the unaudited reviewed standalone figures for the nine months period ended 31st December 2024 and unaudited, reviewed published standalone figures of half ended 30th September 2024. The figures for the year ended March 31, 2024 extracted from the audited Financials Statement of that period. Our conclusion in respect of matter stated above is not modified.

6. Other Matters

The Standalone unaudited financial results include the one foreign branch which has not been reviewed by their auditor, whose interim financial results reflect total revenues of Rs. 3.64 million, total profit of Rs. 1.62 million and total comprehensive income of Rs. 1.62 million for the quarter ended 31st December, 2024 and total revenues of Rs. 3.64 million, total net loss of Rs. (0.49) million and total comprehensive income of Rs. (0.49) million for the year to date results for the period 1st April 2024 to 31st December, 2024 as considered in the Statement. According to the information and explanations given to us by the Management.

The aforesaid branch located outside India whose financial result and other financial information have been prepared in accordance with accounting principles generally accepted in respective countries. Company's management has converted the financial results of the branch located outside India for accounting principles generally accepted in their respective countries to accounting generally accepted in India. We have reviewed these changes made by the Company's management. Our conclusion is so far as it relates to the balances and affairs of such branch located outside India is based on the report of management certified accounts and conversion adjustments prepared by the management of the Company and reviewed by us.

Attention is invited to Note No. 6 regarding Issue Expenditure related to IPO has been adjusted against the Securities Premium and accordingly Exceptional Expenses for the quarter and Half year ended 30th September, 2024 Rs. 1.31 million and Rs. 1.49 million respectively have been reversed during the quarter and nine months period ended 31st December, 2024 .



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Our opinion on the statement is not modified in respect of the above matters with respect to our reliance on the work done and the financial information certified by the Board of Directors.

For PGS & Associates

Chartered Accountants

Firm Registration Number: 122384W

P.H. Gandhi

Premal Gandhi

Partner

Membership Number: 111592

Place: Mumbai

Date: 7th February 2025

UDIN: 25111592BMMJEI8875



DIFFUSION ENGINEERS LTD
Unaudited Consolidated Statement of Profit & Loss for the period ended December 31, 2024

(All amounts in rupees Million, unless otherwise stated)

Particulars	Nine months ended		Half year ended	Quarter ended		Year ended
	31st December 2024 (Unaudited)	31st December 2023 (Unaudited)	30 September 2024 (Unaudited)	31st December 2024 (Unaudited)	30 September 2024 (Unaudited)	31 March 2024 (Audited)
Revenue						
Revenue from operations	2,327.47	2,042.01	1,535.50	791.98	824.67	2,781.45
Other income	42.91	44.71	42.66	0.25	14.64	74.17
Total revenue	2,370.38	2,086.72	1,578.15	792.23	839.31	2,855.62
Expenses						
Cost of materials consumed	1,163.61	934.94	831.30	332.31	382.96	1,292.27
Purchases of stock-in-trade	208.55	123.92	109.35	99.21	59.86	185.55
Changes in inventories of finished goods and work-in-progress	(159.78)	(3.17)	(107.20)	(52.58)	5.60	(9.50)
Manufacturing expenses	321.87	275.91	193.09	128.78	103.71	388.18
Employee benefit expenses	308.75	264.54	195.10	113.65	95.31	360.56
Finance costs	18.76	14.44	14.10	4.66	7.90	17.55
Depreciation and amortization expenses	39.62	33.99	25.34	14.28	12.01	45.49
Other expenses	160.72	137.72	94.82	65.90	50.41	175.70
Total expenses	2,062.10	1,782.30	1,355.90	706.20	717.76	2,455.81
Profit/(loss) before Exceptional Items and Tax	308.28	304.43	222.25	86.03	121.55	399.80
Exceptional Items	-	-	1.49	-	1.31	2.57
Profit before Tax and share of profit / (loss) of associates and joint ventures accounted for using the equity method	308.28	304.43	220.76	86.03	120.24	397.24
Share of profit / (loss) of associates and joint ventures	(19.39)	(8.78)	(14.74)	(4.64)	(12.87)	13.60
Profit before tax	288.89	295.64	206.02	81.39	107.37	410.84
Tax expenses						
- Current tax	59.55	67.84	48.16	11.39	26.71	87.86
(Excess)/short provision of tax relating of previous years	(1.81)	-	(1.81)	-0.00	(1.81)	-
- Deferred tax	0.86	11.56	1.87	-1.01	(2.61)	14.94
Total tax expenses	58.60	79.40	48.23	10.38	22.30	102.80
Net profit for the period	230.29	216.24	157.79	71.01	85.07	308.04
Other comprehensive income						
<i>(i) Items that will not be reclassified subsequently to profit or loss</i>						
Remeasurements of the defined benefit plans	1.60	(1.56)	(4.05)	5.65	(2.02)	(1.99)
Income tax effect on above	(0.34)	0.36	0.92	-1.26	0.46	0.45
<i>(ii) Items that will be reclassified to profit or loss in subsequent periods</i>						
Foreign currency translation of foreign operations	-	(0.23)	3.37	-3.37	3.37	(2.13)
Other comprehensive income for the period, net of tax	1.27	(0.23)	0.24	1.03	1.80	(3.67)
Total comprehensive income / (loss) for the period	231.56	214.82	158.03	73.53	86.88	304.37
Profit attributable to:						
Owners of the Parent	228.85	214.85	156.73	72.12	84.40	306.59
Non-Controlling Interest	1.45	1.39	1.06	0.38	0.68	1.45
Other Comprehensive Income attributable to:						
Owners of the Parent	1.25	-1.41	0.22	1.04	1.77	(3.63)
Non-Controlling Interest	0.01	-0.02	0.03	-0.01	0.04	(0.04)
Total Comprehensive Income attributable to:						
Owners of the Parent	230.10	213.44	156.94	73.16	86.17	302.97
Non-Controlling Interest	1.46	1.37	1.09	0.37	0.71	1.41
Earnings per equity share						
Earnings per equity share [nominal value of share Rs. 10/-]						
Basic (in Rs) not annualised	6.11	7.67	5.59	1.92	3.01	10.94
Diluted (in Rs) not annualised	6.11	7.67	4.18	1.92	2.25	10.94



Notes to unaudited consolidated financial results for quarter ended 31st December, 2024

1. The equity shares of the Company have been listed on National Stock Exchange of India Limited ("NSE") and on BSE Limited ("BSE") on October 4, 2024 by completing Initial Public Offer ("the IPO") of 93,55,000 equity shares of face value of Rs. 10/- each at an issue price of Rs. 168/-per equity share (including share premium of Rs. 158/-per equity share) aggregating to Rs. 1,571.64 million and 50,000 equity shares to employees of face value of Rs. 10 each and an issue price of Rs. 160/- per equity shares (including share premium of Rs. 150/- per equity share) aggregating to Rs. 8 million. Total amount aggregating to Rs. 1,579.64 million.

Accordingly the above statement of consolidated unaudited financial results for the quarter ended 30th September, 2024 are drawn up for the first time in accordance with the requirement of Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulations, 2015 as amended, accordingly the figures for the quarter ended 31st December, 2024 have not been reported.

2. These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act.2013 and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. The above unaudited consolidated financial results for the quarter ended 31st December, 2024 and for the nine months ended 31st December, 2024 in respect of Diffusion Engineers Limited have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 7th February, 2025. The Statutory auditors have expressed unmodified opinion on financial results for the quarter ended 31st December, 2024 and for the nine months ended 31st December, 2024.
4. The figures for the quarter ended 31st December, 2024 are the balancing figures between the unaudited consolidated figures upto the nine months ended 31st December, 2024 and unaudited, reviewed published consolidated figures of quarter ended 30th September, 2024.

March 31, 2024 extracted from the audited Financials Statement of that period.



5. As a result of the Management review mechanism, the Company has one segment “Welding Fabrication Technology and Engineering” which includes Manufacturing, Trading and Job Work.
6. Issue Expenditure related to IPO has been adjusted against the Securities Premium and accordingly Exceptional Expenses for the quarter and half year ended 30th September, 2024 Rs. 1.31 million and Rs. 1.49 million respectively have been reversed during the quarter and nine months period ended 31st December, 2024
7. The figures of previous periods / year are reclassified, regrouped and rearranged wherever necessary so as to make them comparable with current period's figures.
8. Diluted EPS for the quarter and half-year ended 30th September 2024, and EPS for the quarter and nine months ended 31st December 2024, have been calculated based on the total number of shares post-listing, which is 37,426,259.

For and on behalf of the Board of Directors

Diffusion Engineers Limited



Prashant Garg

Managing Director

DIN - 00049106

Place – Nagpur

Date – 7th February, 2025

PGS & Associates

Chartered Accountants

103, Vatsalya Building, 3rd Lane, Hindu Colony, L N Road, Dadar (East), Mumbai- 400014

• Telephone No: 86577 41103 / 87790 57086 • Email ID: info@pgsca.in

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To,
The Board of Directors,
Diffusion Engineers Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Diffusion Engineers Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 31st December, 2024 and year to date results for the period 1st April 2024 to 31st December, 2024 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



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4. The Statement includes the results of the following entities:

Subsidiaries:

- i. Diffusion Super Conditioning Services Private Limited
- ii. Nowelco Industries Private Limited
- iii. Diffusion Herson Adhesive and Sealant Private Limited
- iv. Diffusion Engineers Singapore Pte. Ltd.
- v. Diffusion Wear Solutions Philippines Inc.
- vi. Diffusion Eurasia Mühendislik Sanayi Ve Ticaret Anonim Sirketi

Associates:

- vii. Mecdiff Sdn Bhd
- viii. LSN Diffusion Ltd

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. The figures for the quarter ended 31 December, 2024 are the balancing figures between the unaudited, reviewed Consolidated nine months figures upto period ended 31 December 2024 and unaudited, reviewed published consolidated figures of half year ended 30 September, 2024.

The figures for the year ended March 31, 2024 extracted from the audited Financials Statement of that period.

7. Other Matters

We did not review the interim financial results of 6 subsidiaries included in the unaudited consolidated financial results, whose interim financial results reflect total revenues (before consolidation adjustments) of Rs. 125.09 million, total net profit after tax (before consolidation adjustments) of Rs. 10.65 million and total comprehensive income (before consolidation adjustments) of Rs. 10.65 million for the quarter ended 31st December, 2024, as considered in the Statement. These financial statements have been reviewed by other auditors and conversion adjustments prepared by the management of the Parent.

We did not review the interim financial results of 6 subsidiaries included in the



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unaudited consolidated financial results, whose interim financial results reflect total revenues (before consolidation adjustments) of Rs. 395.43 million, total net profit after tax (before consolidation adjustments) of Rs.32.55 million and total comprehensive income (before consolidation adjustments) of Rs. 32.55 million for the year to date results for the period 1st April 2024 to 31st December 2024. These financial statements have been reviewed by other auditors and conversion adjustments prepared by the management of the Parent.

The Statement also includes the Group's share of net profit after tax (before consolidation adjustments) of Rs. (4.64) million and Rs. (19.39) million and total comprehensive income (before consolidation adjustments) of Rs. (4.64) million and Rs. (19.39) million, for the quarter ended 31st December 2024 and for the period from 1st April 2024 to 31st December 2024 respectively as considered in the Statement, in respect of the associates, based on their interim financial information which have been reviewed by other Auditors.

Attention is invited to Note No. 6 regarding Issue Expenditure related to IPO has been adjusted against the Securities Premium and accordingly Exceptional Expenses for the quarter and Half year ended 30th September, 2024 amounting to Rs. 1.49 million have been reversed.

According to the information and explanations given to us by the management, these interim financial information are not material to the Group and management certified financial statement and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.

For PGS & Associates

Chartered Accountants

Firm Registration Number: 122384W

Premal Gandhi



Premal Gandhi

Partner

Membership Number: 111592

Place: Mumbai

Date: 7th February 2025

UDIN: 25111592BMMJEJ4127

B. STATEMENT ON DEVIATION OR VARIATION FOR PROCEEDS OF PUBLIC ISSUE, RIGHTS ISSUE, PREFERENTIAL ISSUE, QUALIFIED INSTITUTIONS PLACEMENT ETC

Statement of Deviation / Variation in utilisation of funds raised	
Name of listed entity	Diffusion Engineers Limited
Mode of Fund Raising	Public Issue
Date of Raising Funds	October 1, 2024 (Listed on October 04, 2024 on BSE Limited and National Stock Exchange of India Limited)
Amount Raised	Fresh Issue: Rs. 1,579.64 million
Report filed for Quarter ended	December 31, 2024
Monitoring Agency	Applicable
Monitoring Agency Name, if applicable	CRISIL Ratings Limited
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	Not applicable
If Yes, Date of shareholder Approval	Not Applicable
Explanation for the Deviation / Variation	Not Applicable
Comments of the Audit Committee after review	No comments
Comments of the auditors, if any	No comments



DIFFUSION ENGINEERS LIMITED

Regd. Office : T-5 & 6, M.I.D.C., Hingna Industrial Area, **Nagpur** - 440 016, Maharashtra, INDIA

[t] 091-7104-232890, 234727, 236772, CIN : L99999MH2000PLC124154

[e] info@diffusionengineers.com, [w] www.diffusionengineers.com **GSTIN : 27AAACD8008L1ZK**

Branches At : Ahmedabad • Chennai • Chittorgarh • Faridabad • Jamshedpur • Kolkata • Pune • Raipur • Secunderabad

Objects for which funds have been raised and where there has been a deviation, in the following table						
SR No	Original Object	Modified Object, if any	Original Allocation (Rs in million)	Modified allocation, if any (Rs in million)	Funds Utilised (Rs in million)	Amount of Deviation/Variation for the quarter according to applicable object (Rs in million)
1	Funding capital expenditure requirements towards Proposed Expansion of our existing manufacturing facility at Unit IV	Not applicable	713.80	Not applicable	2.78	NIL
2	Setting up of a new manufacturing facility at Hingna, Sonegaon District, Nagpur, Maharashtra ("Proposed Facility")	Not applicable	303.85	Not applicable	118.25	NIL
3	Funding working capital requirements of the Company	Not applicable	220.00	Not applicable	220.00	NIL
4	General Corporate Purposes	Not applicable	184.30	Not applicable	0.00	NIL
5	Expenses in relation to the Fresh Issue	Not applicable	157.69	Not applicable	129.60	NIL



DIFFUSION ENGINEERS LIMITED

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[t] 091-7104-232890, 234727, 236772, CIN : L99999MH2000PLC124154

[e] info@diffusionengineers.com, [w] www.diffusionengineers.com GSTIN : 27AAACD8008L1ZK

Branches At : Ahmedabad • Chennai • Chittorgarh • Faridabad • Jamshedpur • Kolkata • Pune • Raipur • Secunderabad



Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised or*
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed or*
- (c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc*

Chanchal Jaiswal
Company Secretary and Compliance Officer
Membership no. A67136



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C. FORMAT FOR DISCLOSING OUTSTANDING DEFAULT ON LOANS AND DEBT SECURITIES

There is no default in the payment of outstanding Loans / revolving facilities, Unlisted debt securities.

S. No.	Particulars	in INR crore
1	Loans / revolving facilities like cash credit from banks / financial institutions	
A	Total amount outstanding as on date	40.20
B	Of the total amount outstanding, amount of default as on date	0
2	Unlisted debt securities i.e. NCDs and NCRPS	
A	Total amount outstanding as on date	0
B	Of the total amount outstanding, amount of default as on date	0
3	Total financial indebtedness of the listed entity including short-term and long-term debt	40.20

D. FORMAT FOR DISCLOSURE OF RELATED PARTY TRANSACTIONS (applicable only for half-yearly filings i.e., 2nd and 4th quarter)

Not Applicable for this quarter.

E. STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH ANNUAL AUDITED FINANCIAL RESULTS (Standalone and Consolidated separately) (applicable only for Annual Filing i.e., 4th quarter)

Not Applicable for this quarter.