

SEC/2023/034

February 22, 2023

BSE Limited Corporate Relationship Department, P. J. Towers, Dalal Street, Fort, Mumbai - 400 001. BSE Scrip Code: 532756	National Stock Exchange of India Limited Corporate Relationship Department, Exchange Plaza, 5 th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051. NSE Scrip Code: MAHINDCIE
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Dear Sir / Madam,

Subject: Investor Presentation - Q4 and Full Year CY 2022 Results

Please find enclosed herewith Investor Presentation in respect of Q4 and Full Year CY 2022 results.

Kindly acknowledge receipt of the same.

Thanking you,

Yours faithfully,

For Mahindra CIE Automotive Limited

Pankaj Goyal
Company Secretary and Compliance Officer
Membership No: A 29614
Encl: As above

Q4 & Full Year CY2022 Results

22 Feb 2023 | MUMBAI

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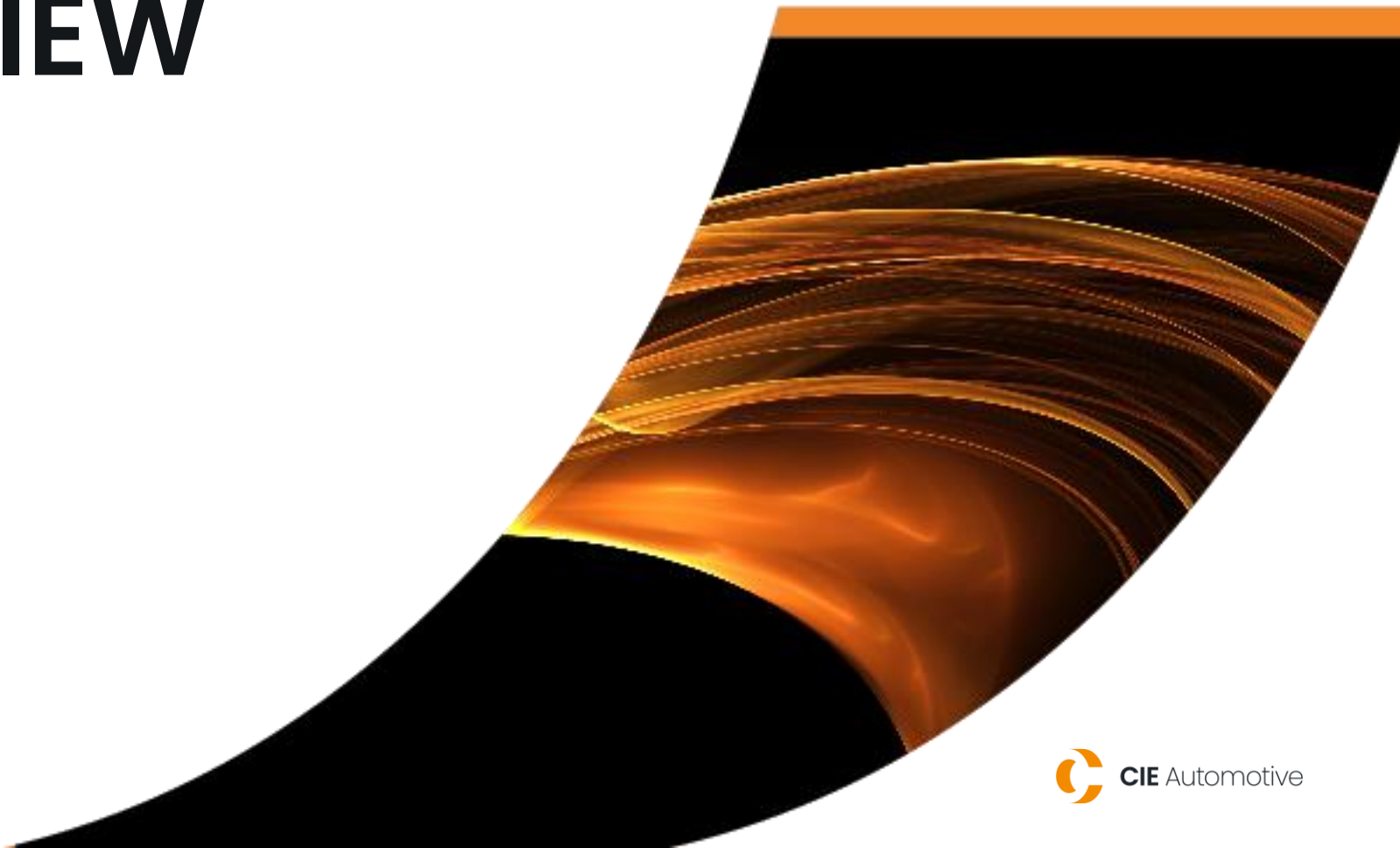
Certain numbers in these presentations and reports have been subject to routine round off and accordingly figures shown as total in tables and diagrams may not be an arithmetic aggregation of the figures that precede them.

Index

- 1 OVERVIEW**
- 2 Q4 CY2022 RESULTS**
- 3 CY2022 RESULTS**
- 4 BALANCE SHEET, CASH FLOW & OTHER DETAILS**
- 5 STRATEGY AND OPERATIONAL HIGHLIGHTS**
- 6 PERFORMANCE TRENDS**
- 7 MARKET UPDATE**
- 8 SEBI RESULTS**

1

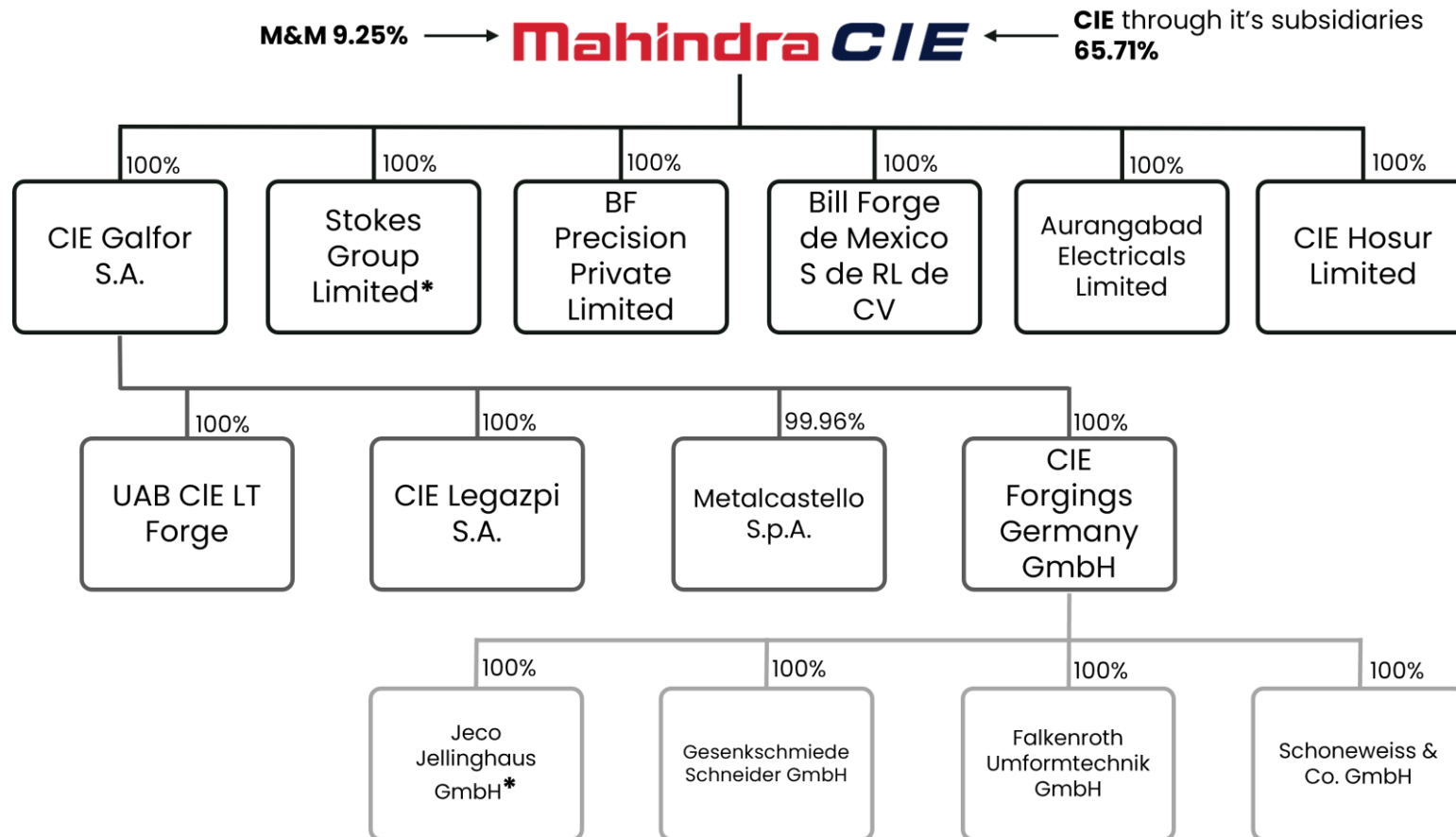
OVERVIEW



OVERVIEW

LEGAL STRUCTURE

- CIE increased stake in MCIE from 60.76% to 65.71%, 3rd year consecutively
- Mahindra Forgings Europe name changed to CIE Forgings Germany (CFG)
- Board Approved Name change of MCIE to CIE Automotive India Limited (CAIL)
- Galfor Board approved proposal to find a suitable buyer for CIE Forgings Germany (Truck Forgings)



2

Q4 CY2022 RESULTS

MCIE INDIA

Q4 CY2022 RESULTS

FINANCIAL UPDATE

(₹ MIO)	OCT-DEC 2022	CHANGE	OCT-DEC 2021	JUL-SEP 2022
SALES	13,418	26%	10,678	14,294
EBITDA*	2,485	93%	1,286	2,148
EBITDA%	18.5%		12.0%	15.0%
EBIT*	1,943	136%	822	1,623
EBIT%	14.5%		7.7%	11.4%
EBT*	1,945	159%	752	1,549
EBT%	14.5%		7.0%	10.8%

(*) EBITDA: Net Operating Income + Depreciation , EBIT: Net Operating Income.

MARKET UPDATE

	OCT-DEC 2022 v/s OCT-DEC 2021	OCT-DEC 2022 v/s JUL-SEP 2022
<6T	18.7%	-10.3%
MHCV	4.0%	-1.0%
Tractors	28.7%	-26.3%
Two Wheelers	1.2%	-18.5%

Source: <6T is from IHS Global, Tractors from TMA and MHCV Two Wheelers from SIAM

<6T Vehicles represented here are as per International Classification and include Passenger Vehicles, Utility Vehicles, Vans and Light Commercial Vehicles as per Indian Classification

- EBITDA includes a one time impact of 378 mio of profit on land sale. Without that, EBITDA = 15.7%
- EBITDA margin above 15% despite raw material increase effect (passed through without margin)
- All businesses in India performing well with positive expectations

MCIE EUROPE

Q4 CY2022 RESULTS

FINANCIAL UPDATE

(₹ MIO)	OCT-DEC 2022*	CHANGE	OCT-DEC 2021*	JUL-SEP 2022*
SALES	7,322	43%	5,105	6,806
EBITDA	1,062	88%	566	920
EBITDA%	14.5%		11.1%	13.5%
EBIT	834	126%	369	714
EBIT%	11.4%		7.2%	10.5%
EBT*	756	117%	349	683
EBT%	10.3%		6.8%	10.0%

EBITDA: Net Operating Income + Depreciation , EBIT: Net Operating Income.

(*) Figures excluding CFG – interrupted operation.

- European automotive market showing recovery as semiconductor shortage is easing.
- Margins positively affected by:
 - Energy and inflation extra cost already passed through and settled with customers
 - Energy prices stabilizing after huge increases in last quarters

MARKET UPDATE

	OCT-DEC 2022 v/s OCT-DEC 2021	OCT-DEC 2022 v/s JUL-SEP 2022
<6T	6.6%	18.0%
MHCV*	-7.6%	13.3%

Source: IHS Global

* MHCV data is based on an estimation by IHS in Feb 2023 Hence the estimation is subject to change. MHCV data is not available on a quarterly basis

MCIE CONSOLIDATED

Q4 CY2022 RESULTS

FINANCIAL UPDATE

(₹ MIO)	OCT-DEC 2022*	CHANGE	OCT-DEC 2021*	JUL-SEP 2022*
SALES	20,740	31%	15,784	21,101
EBITDA	3,547	92%	1,843	3,068
EBITDA%	17.1%		11.7%	14.5%
EBIT	2,777	135%	1,182	2,337
EBIT%	13.4%		7.5%	11.1%
EBT	2,702	145%	1,101	2,232
EBT%	13.0%		7.0%	10.6%

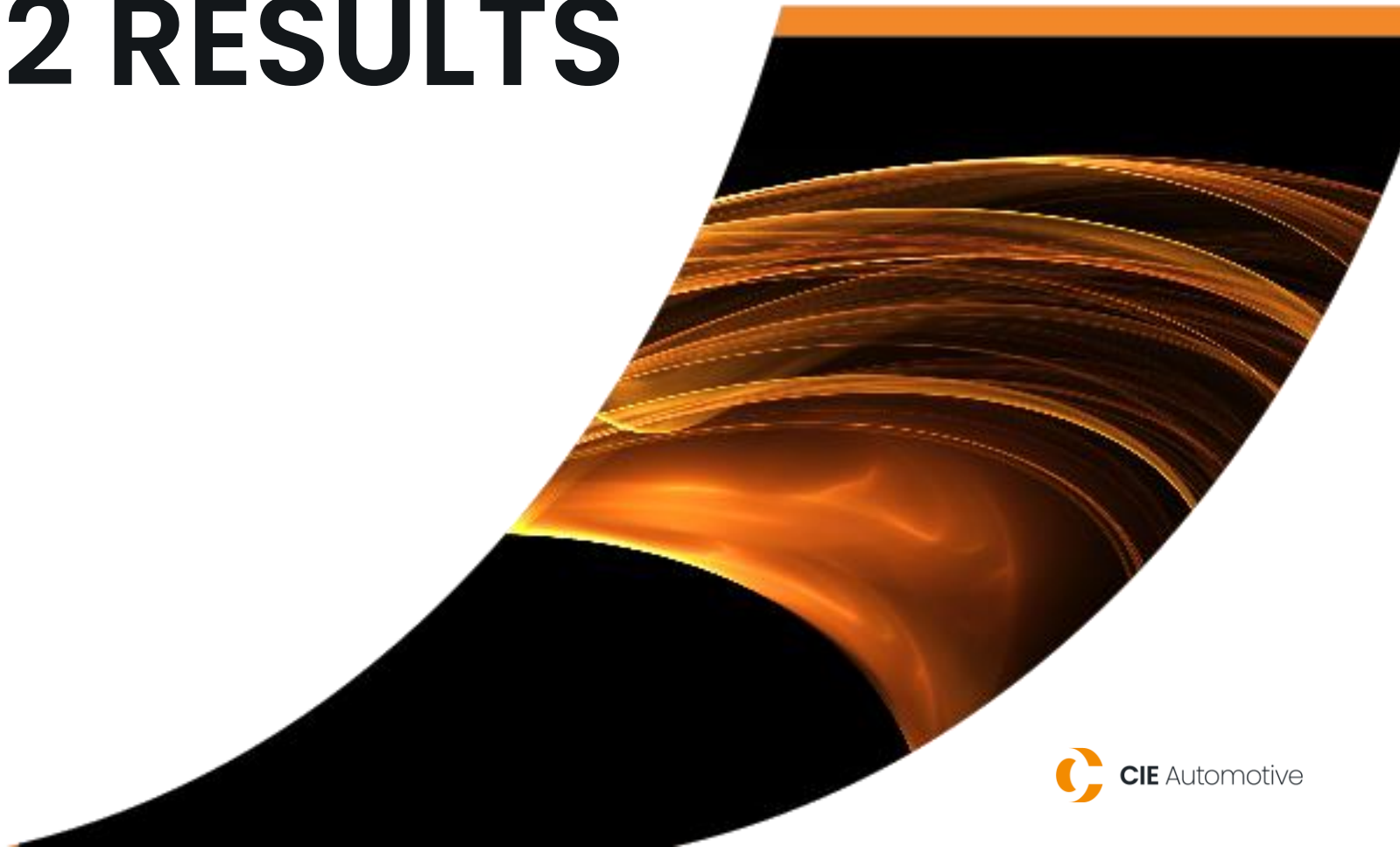
EBITDA: Net Operating Income + Depreciation , EBIT: Net Operating Income

(*) Figures excluding CFG – interrupted operation

- Overall positive performance, supported by growth and solid profitability in India and big commercial efforts in Europe to offset huge cost increases (Inflation, Energy, transport)
- EBITDA includes a one time impact of 378 mio of profit on land sale. Without that, EBITDA = 15.3%

3

CY2022 RESULTS



MCIE INDIA

CY2022 RESULTS

FINANCIAL UPDATE

(₹ MIO)	JAN-DEC 2022	CHANGE	JAN-DEC 2021
SALES	52,527	29%	40,582
EBITDA*	8,358	46%	5,737
EBITDA%	15.9%		14.1%
EBIT*	6,327	61%	3,921
EBIT%	12.0%		9.7%
EBT*	6,274	70%	3,686
EBT%	11.9%		9.1%
PAT*	4,797	200%	1,600
PAT%	9.1%		3.9%

(*) EBITDA: Net Operating Income + Depreciation , EBIT: Net Operating Income.

- Q4 YTD 2021 PAT includes the one-time negative impact (₹ 1.426 mio) of Deferred tax liability on Billforge goodwill (amendment to Sec 32 of Income Tax Act 1961 , issued in Q1 2021)
- EBITDA includes a one time impact of 378 mio of profit on land sale. Without that, EBITDA = 15.2%

MARKET UPDATE

	JAN-DEC 2022 v/s JAN-DEC 2021
<6T	23.5%
MHCV	27.4%
Tractors	-2.3%
Two Wheelers	3.0%

Source: <6T is from IHS Global, Tractors from TMA and MHCV Two Wheelers from SIAM

<6T Vehicles represented here are as per International Classification and include Passenger Vehicles, Utility Vehicles, Vans and Light Commercial Vehicles as per Indian Classification

MCIE EUROPE

CY2022 RESULTS

FINANCIAL UPDATE

(₹ MIO)	JAN-DEC 2022*	CHANGE	JAN-DEC 2021*
SALES	29,755	27%	23,503
EBITDA	4,323	7%	4,036
EBITDA%	14.5%		17.2%
EBIT	3,393	9%	3,119
EBIT%	11.4%		13.3%
EBT	3,241	8%	3,005
EBT%	10.9%		12.8%
PAT	-6,159	-364%	2,331
PAT%	-20.7%		9.9%

(*) CFG discontinued in both periods. CFG net PAT reported under PAT of discontinued operations

- 2022 PAT includes ₹ 8,475 mio of losses coming from discontinued operations
- Ebitda margin negatively affected by:
 - Raw material price increase, passed through without margin
 - Big energy and inflation impact: partially passed through with some delay

MARKET UPDATE

	JAN-DEC 2022 v/s JAN-DEC 2021
<6T	-1.3%
MHCV*	-0.5%

Source: IHS Global

* MHCV data is based on an estimation by IHS in Feb 2023 Hence the estimation is subject to change. MHCV data is not available on a quarterly basis

MCIE CONSOLIDATED

CY2022 RESULTS

FINANCIAL UPDATE

(₹ MIO)	JAN-DEC 2022*	CHANGE	JAN-DEC 2021*
SALES	82,283	28%	64,085
EBITDA*	12,682	30%	9,764
EBITDA%	15.4%		15.2%
EBIT*	9,719	38%	7,031
EBIT%	11.8%		11.0%
EBT*	9,514	42%	6,691
EBT%	11.6%		10.4%
PAT*	-1,362	-135%	3,931
PAT%	-1.7%		6.1%

(*) CFG discontinued in both periods. CFG net PAT reported under PAT of discontinued operations

- Solid company performance despite complicated scenario in Europe.
- 2022 PAT includes ₹ 8,475 mio of losses coming from discontinued operations
- EBITDA includes a one-time impact of 378 mio of profit on land sale in India. Without that, EBITDA = 15.0%
- About ₹ 2 billion of positive FEFR impact (exchange rate) on CFG goodwill and net assets pending to be allocated to P/L in 2023. This will be done once the CFG sale transaction is done.

NOTE ON DISCONTINUED OPERATIONS

CIE FORGINGS GERMANY: IMPACT OF BEING HELD FOR SALE

- 3 The Board, in its meeting held on 14th December, 2022, took note of the proposal approved by CIE Galfor, S.A.U. (Galfor) to launch an active program to locate a buyer for the German Forging Operations comprising of CIE Forgings Germany GmbH and its subsidiaries. In accordance with the applicable accounting standards, considering Galfor's decision to launch the program, all the German Forging Operation's "assets and liabilities" have been categorised as assets and liabilities held for sale.

Brief details of the discontinuing operations are as given under:-

Rs. in Million

Particulars	Quarter Ended			Year ended	
	31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
	[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
I. Total income	4,750.95	4,941.51	3,958.98	20,139.17	16,303.20
II. Total Expenses	3,986.29	4,901.27	3,931.94	19,308.34	16,342.26
III. Profit/(loss) before tax (I-II)	764.66	40.24	27.04	830.83	(39.06)
IV. Loss on fair valuation of assets and liabilities of disposal group	(9,233.70)	-	-	(9,233.70)	-
V. Tax expense	57.40	2.40	(3.96)	72.27	(9.21)
VI. Profit / (loss) from discontinued operations (III+IV+V-VI)	(8,526.44)	37.84	31.00	(8,475.14)	(29.85)

During the quarter ended 31 December 2022, the Company has recognised a loss on fair valuation of disposal group of INR 9,234 million (including INR 9,162 million relating to goodwill).

As on 31 December 2022, the consolidated financial results have foreign currency translation reserve (FCTR) (under other equity) pertaining to the disposal group amounting to INR 1,975 million (including INR 3,132 million in relation to translation to goodwill), which will be credited to Statement of Profit and Loss at the time of actual disposal, as per the Indian Accounting Standards.

FCTR is created by translation of disposal group results and financial position from foreign currency to INR as per applicable Indian Accounting Standards and is accumulated in FCTR until actual disposal. Subsequent fluctuation in exchange rate until disposal will also be accumulated under FCTR.

4

BALANCE SHEET, CASHFLOW AND OTHER DETAILS

MCIE CONSOLIDATED BALANCE SHEET AS ON 31 DEC 2022

Million ₹	31 DEC 2022	31 DEC 2021
Fixed Assets	56,980	67,357
Net Working Capital	-2,764	-1,854
Nett Assets held for Sale	2,608	
Total Net Assets	56,824	65,502
Equity	50,988	51,966
Net Financial Debt (*)	1,444	7,813
Others (Net)	4,393	5,724
Total Equity and Liabilities	56,824	65,502
Non Recourse Factoring	5,917	6,142

- (*) Net Financial Debt = Debt with banks and other financial institutions – Cash and equivalents.

RATIO	31 DEC 2022	31 DEC 2021
NFD / EBITDA	0.11	0.74
NFD / EQUITY	0.03	0.15
RONA ⁽¹⁾	17.9%	11.0%
ROE	-2.7%	7.6%
ROE w/o Goodwill write off	15.3%	7.6%

- (1) RONA = "Return on Net Assets": EBIT / Net Assets (Fixed Assets + Net Working capital + Goodwill)

MCIE CONSOLIDATED – CASH FLOW AND NFD AS ON 31 DEC 2022

(Mn ₹)	MCIE
EBITDA	12,682
Financial	(368)
Maintenance CAPEX	(1,193)
Tax Payment	(1,831)
OPERATING CASH FLOW % EBITDA	9,290 73%
Growing Capex	(3,465)
Working Capital Variation	909
Dividend	(948)
Others	583
FINANCIAL CASH FLOW	6,369
BEGINNING NFD	7,813
ENDING NFD	1,444

- Strong operative cash flow in both regions
- Growing capex concentrated mainly in India and Mexico to continue business organic growth strategy (total capex about 5.6% over sales)
- Dividend payment in Q2-2022 - ₹ 948 mio

OTHER DETAILS

OTHER OPERATING REVENUE, OTHER INCOME AND EXCHANGE RATES

(₹ Mio)	For Q4 CY2022			For CY2022		
	INDIA	EUROPE	CONSOLIDATED	INDIA	EUROPE	CONSOLIDATED
Other Operating Revenue	559	1,169	1,728	3,335	1,913	5,248
Other Income	116	128	244	378	206	584

EXCHANGE RATES

PERIOD	₹ / €
Average for Q4 CY22	83.86
Average for CY22	82.69
As on 31 DEC' 2022	88.17

5

STRATEGY AND OPERATIONAL HIGHLIGHTS

CY 2022 HIGHLIGHTS

KEY INITIATIVES

OPERATIONAL

- New forging & machining line installed by Bill Forge to cater to EV transmission parts, AEL new plant to cater to 4W EV completed
- CIE Hosur commissioned a new fuel rail line, the first of its kind in India
- Robotic welding capacity increased in Stampings
- CIE Forgings, Spain has begun supplies of Aluminium forgings

COMMERCIAL

- New orders won in this year in India more than ₹ 10 billion on a per annum basis
- New EV orders won in this year in India more than ₹ 3 billion on a per annum basis
- Orders include more than 10 new customers and new platforms from existing customers

CY 2022 HIGHLIGHTS

NEW PLANTS - INDIA

BILL FORGE



CIE HOSUR



RAJKOT UNIT 3



GEARS

AURANGABAD

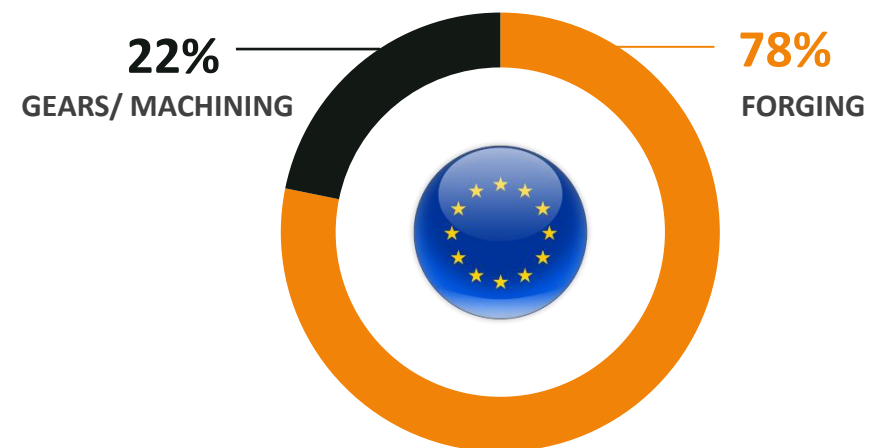
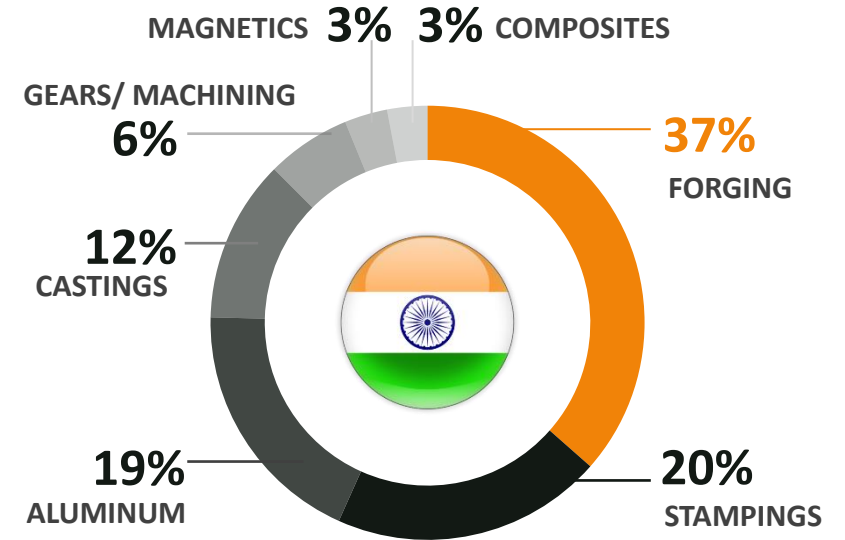
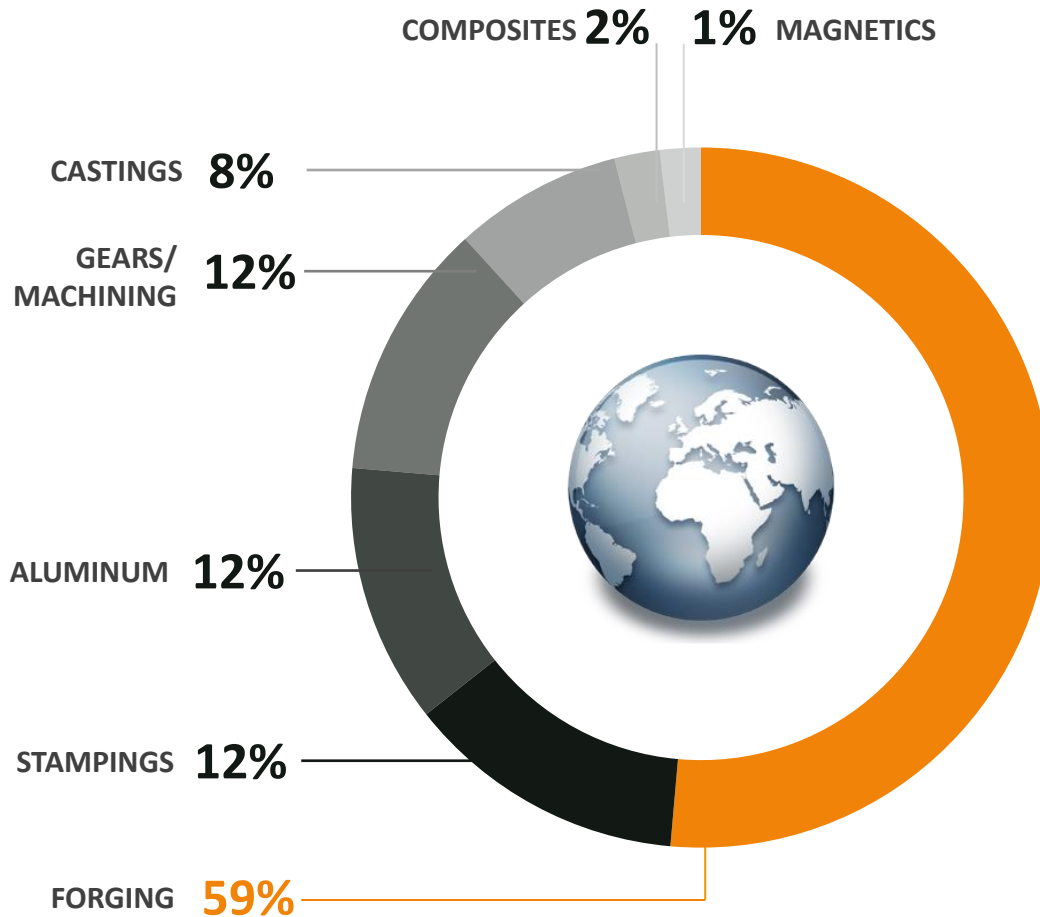


AEL



CY 2022 HIGHLIGHTS

GEOGRAPHY AND TECHNOLOGY



Excluding CIE Forgings Germany (CFG)

CY 2022 HIGHLIGHTS

SEGMENTS AND CUSTOMERS



TECHNOLOGIES

- Forging
- Aluminum
- Stampings
- Castings
- Gears/ Machining
- Magnetic Products
- Composites

END USE SEGMENTS



TOP CUSTOMERS

Mahindra, Bajaj, Maruti, Tata, Hero, GKN, Nexteer, Hyundai, Kia, Ola Electric, Stellantis, Brembo



TECHNOLOGIES

- Car Forgings
Spain, Lithuania
- Gears/ Machining
Italy

END USE SEGMENTS



TOP CUSTOMERS

Renault, VW, Ford, JLR, BMW, FIAT

CAT, Eaton, CNH

CY 2022 HIGHLIGHTS

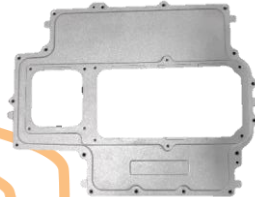
EV PRODUCT PORTFOLIO



INVERTER HOUSING
Aluminum



MOTOR END COVER
Aluminum



INVERTER COVER
Aluminum



INVERTER COVER
Aluminum



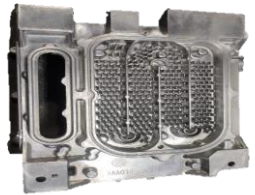
PARKING LOCK GEAR
Gears



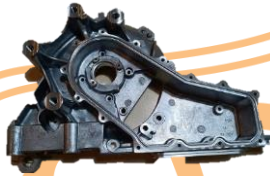
OIL DISTRIBUTOR SLEEVE
Gears



GROUND & BELOID GEAR
Gears



INVERTER HOUSING
Aluminum



MOTOR END COVER
Aluminum



INVERTER COVER
Aluminum



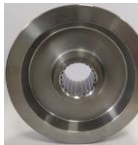
INVERTER COVER
Aluminum



SHAFTS
Forging



SHAFTS
Forging



PINION
Forging



SOFT FERRITE CORES
Magnetics



BAR MAGNETS
Magnetics



POWER ELECTRONIC COVER
Composite



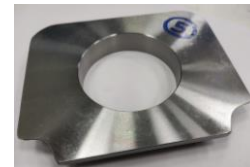
BATTERY BOX
Composite



MOUNTING BRACKET
Forging



MOUNTING BRACKET
Forging



CAMBER PLATE
Forging

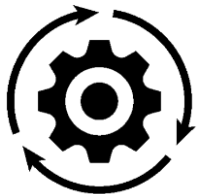
CY 2022 HIGHLIGHTS

STRATEGY, TECHNOLOGY AND HUMAN RESOURCES

STRATEGY IMPLEMENTED



- Diversify customer base, plant locations & technologies
- Make operations world class
- Investment discipline



- Focus on continuous improvement in profitability
- Decentralize plant management

TECHNOLOGY & MANUFACTURING EXCELLENCE



INDUSTRY 4.0: Moving from Static to Dynamic manufacturing eco system

ROBOTIC PROCESS AUTOMATION (RPA): Automating repetitive and non-value-added activities



MCIE'S EMPLOYEE VALUE PROPOSITION (EVP) is centred on four pillars of **Advancement opportunities for Career Growth, Structured Reward and Recognition, Respect & Dignity and Care & Wellness**

6

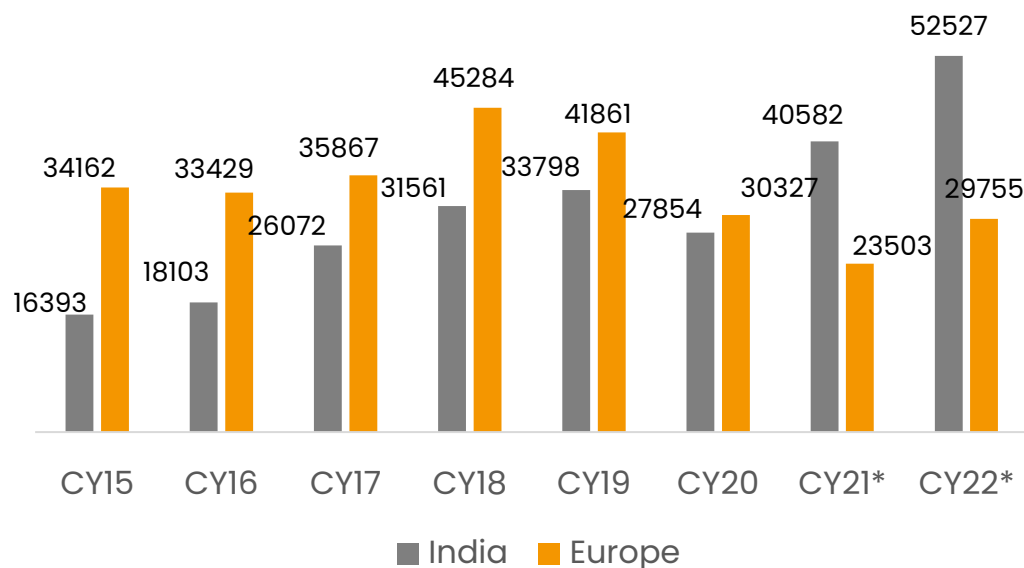
PERFORMANCE TRENDS



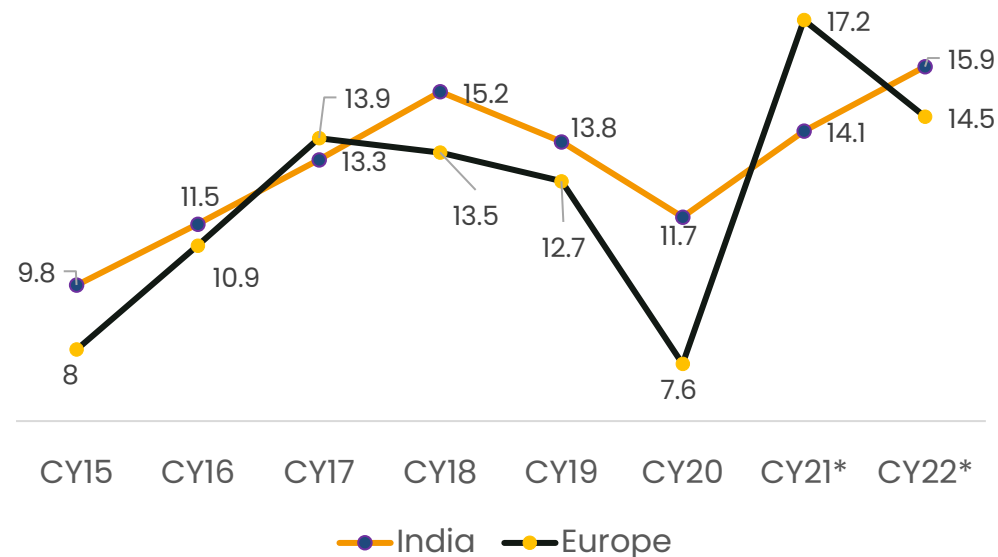
PERFORMANCE TRENDS

REVENUE AND EBITDA FOR INDIA AND EUROPE

REVENUE (₹ Mn)



EBITDA %



- Growth (CY16 – CY22)
 - India 3.2X (includes two acquisitions)
 - Europe 0.9X (without including German Forging Operations)
- India as a % of Total sales
 - 33% in CY16
 - 64% in CY22

- Margin increase from CY16 to CY22
 - Europe 10.9% to 14.5% (without including German Forging Operations)
 - India – 11.5% to 15.9%
 - Despite last 2-3 years of pandemic, chip shortage and cyclical drops in some segments as well as energy crisis in Europe

Note: CY16 was our first Full year of reporting including full year of Bill Forge operations

* CY22 does not include CIE Forgings Germany (CFG) as held for sale. The CY21 numbers have been restated accordingly to be comparable

PERFORMANCE TRENDS

KEY PARAMETERS FOR MCIE CONSOLIDATED

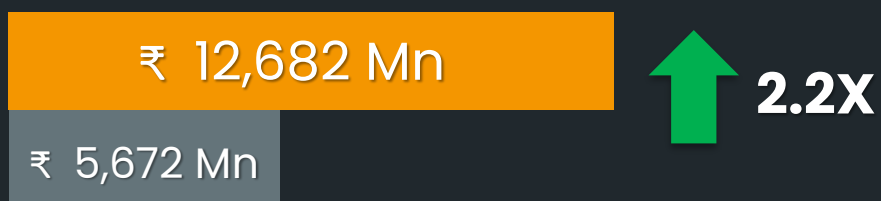
REVENUE



EBITDA %



EBITDA



RONA %



EBIT



FCF / EBITDA



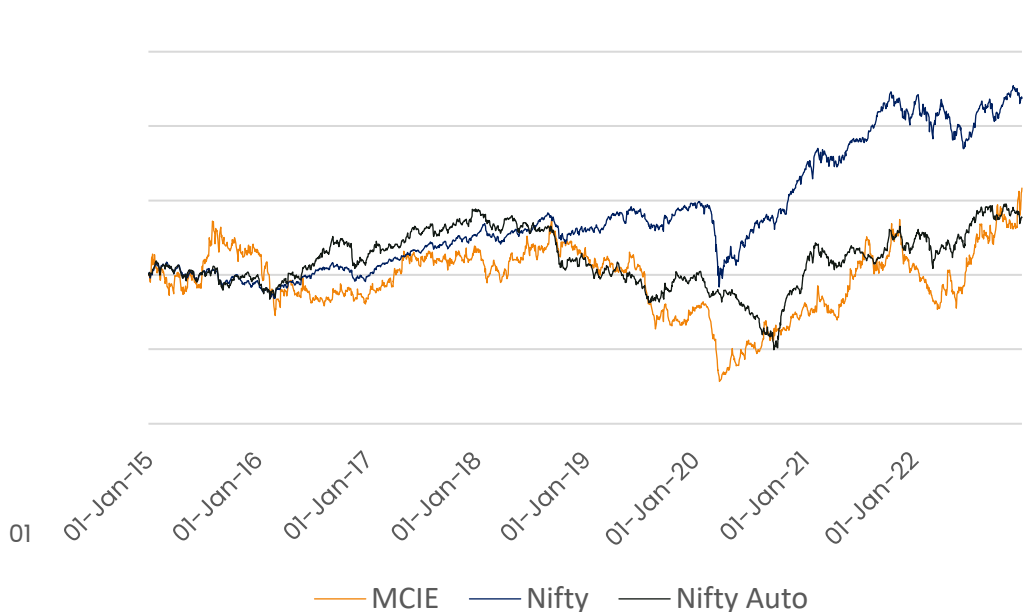
CY 16 includes the payout for Bill Forge Acquisition and CY22 does not include CIE Forgings Germany (CFG)

Note: CY16 was our first Full year of reporting including full year of Bill Forge operations

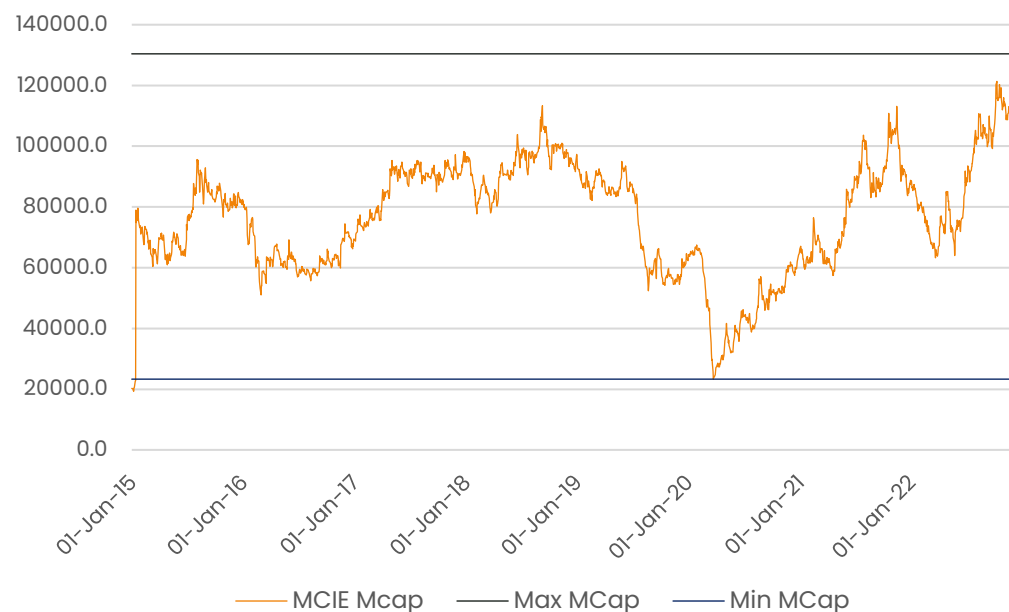
PERFORMANCE TRENDS

SHARE PRICE INDEXED FROM 1ST JAN 2015

PERIOD	MCIE Share Price (₹)		Returns over the period		
	HIGH	LOW	MCIE	NIFTY 50 INDEX	NIFTY AUTO INDEX
6 Month (1 st July – 31 st Dec 2022)	344.1	229.45	47.8%	14.7%	7.8%
12 Month (1 st Jan – 31 st Dec 2022)	344.1	166.85	46.9%	4.3%	15.3%
2 Years (1 st Jan 2021 – 31 st Dec 2022)	344.1	151.5	97.4%	29.2%	36.0%



MCIE Share Price Indexed to the Nifty and Nifty Auto



MCIE Market Cap movement (₹)

7

MARKET UPDATE



INDIA MARKET: KEY SEGMENTS UPDATE – QUARTERLY

MARKET PRODUCTION NUMBERS

PERIOD	▼ <6T Vehicles**		▼ MHCV		▼ Tractors		▼ Two Wheelers	
	Million Units	Δ%	Units	Δ%	Units	Δ%	Units	Δ%
CY2022	5.12	23.5	381,763	27.4	1,004,976	-2.3	19,537,259	3.0
Q4 CY2022	1.24	18.7	88,398	4.0	224,671	28.7	4,604,786	0.5
Q3 CY2022	1.38	37.3	89,318	33.3	304,864	-1.6	5,650,212	7.7
Q2 CY2022	1.24	38.4	94,286	98.8	284,320	14.4	4,820,657	38.2
Q1 CY2022	1.26	4.9	109,761	9.5	191,121	-35.3	4,461,604	-21.0

Source: <6T and MHCV is from IHS Global, Tractors from TMA and Two Wheelers from SIAM

* Δ% - means comparison of Quarter volumes of this financial year with that of the same quarter of the previous financial year. E.g. Q4 CY22 Volume is compared to Q4 CY21 volume, respectively.

** - <6T Vehicles represented here are as per International Classification and include Passenger Vehicles, Utility Vehicles, Vans and Light Commercial Vehicles as per Indian Classification

MARKET OUTLOOK – INDIA



- Passenger Vehicles
 - Light Vehicles (less than 6 Tons – European Classification)
 - Short Term: IHS forecasts production growth at a 7.4% between CY2022-CY 2023*
 - Long term: IHS forecasts production growth at a CAGR of 2.5% over a period of 2022-2027*
- MHCVs:
 - Short Term: IHS* forecasts production growth at 2.9% between CY2022-CY 2023*
 - Long term: IHS* forecasts production growth at a CAGR of 5.2% over a period of 2022-2027*
- Tractors:
 - “CRISIL Research expects domestic tractor industry to rise by 7-9% in fiscal 2023”...“.. domestic tractor sales to expand at 6-8% compound annual growth rate (CAGR) during FY2022 to FY2027” ... CRISIL Research report*
- Two Wheelers:
 - “CRISIL Research expects the two-wheeler industry to grow by 21-23% in fiscal 2023”... “.. expects domestic two-wheeler sales to record a compound annual growth rate (CAGR) of 12-14% from FY 2022 to FY 2027” ... CRISIL Research report*

* - As per it's forecast in Feb 2023

EUROPE MARKET: KEY SEGMENTS UPDATE – QUARTERLY

MARKET PRODUCTION NUMBERS

PERIOD	▼ <6T Vehicles		▼ MHCV	
	Million Units	Δ%	Units	Δ%
CY2022	15.35	-1.3	533,296*	-0.5
Q4 CY2022	4.16	6.6	142,143	-7.6
Q3 CY2022	3.52	21.1	125,495	18.8
Q2 CY2022	3.85	-5.1	132,013	-4.4
Q1 CY2022	3.82	-18.3	133,645	-3.3

Source: IHS Global

Δ% - means comparison of Quarter volumes of this financial year with that of the same quarter of the previous financial year. E.g. Q4 CY22 Volume is compared to Q4 CY21 volume, respectively.

* MHCV data is based on an estimation by IHS in FEB 2023. Hence the estimation is subject to change. MHCV data is not available on a quarterly basis

MARKET OUTLOOK – EUROPE

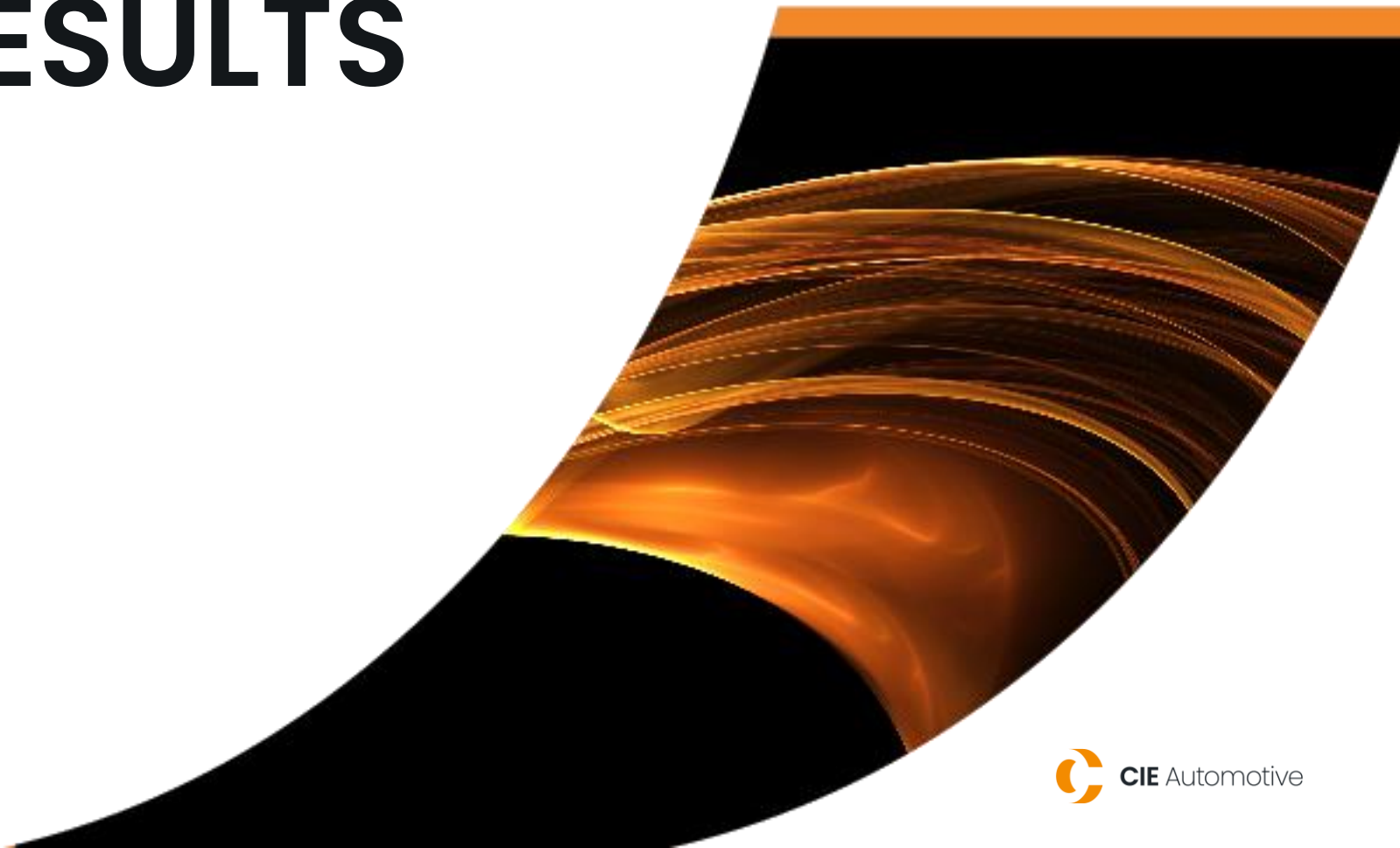


- EU – Light Vehicles:
 - IHS Global has forecasted that the Light Vehicle production will increase in CY23 by 4.7% as compared to CY22
 - and will grow at CAGR of 2.3% between CY22 to CY27.
- EU – MHCV's:
 - IHS Global has forecasted* that the Europe MHCV production will fall in CY23 by 1.7%
 - and production is forecasted* to grow at 1.3% CAGR between CY22 to CY27

* - As per it's forecast in Feb2023

8

SEBI RESULTS



MCIE STANDALONE – STATEMENT OF PROFIT & LOSS

Rs. in Million

		Particulars	Standalone				
			Quarter Ended			Year ended	
			31 December, 2022 (Refer Note 5)	30 September, 2022 Unaudited	31 December, 2021 (Refer Note 5)	31 December, 2022 Audited	31 December, 2021 Audited
I		Revenue from operations	11,110	12,084	8,408	43,978	32,906
II		Other Income (Refer note 4)	129	46	56	1,206	175
III		Total Income (I+II)	11,238	12,130	8,464	45,185	33,081
IV		Expenses					
	a)	Cost of materials consumed	6,338	6,980	4,383	24,711	17,412
	b)	Changes in inventories of finished goods and work-in-progress	(273)	(144)	168	(259)	(780)
	c)	Employee benefit expense	1,003	1,033	1,076	3,966	4,435
	d)	Finance costs	45	34	38	135	122
	e)	Depreciation and amortisation expense	355	343	299	1,332	1,193
	f)	Other expenses	2,431	2,535	1,789	9,344	7,553
		Total Expenses (IV)	9,900	10,779	7,754	39,229	29,935
V		Profit before exceptional items and tax (III-IV)	1,339	1,351	710	5,956	3,146
VI		Exceptional Items-(gain)/loss (Refer Note 3)	(379)	-	128	(379)	128
VII		Profit before tax (V-VI)	1,717	1,351	582	6,334	3,018

MCIE STANDALONE – STATEMENT OF PROFIT & LOSS (CONT'D)

Rs. in Million

		Particulars	Standalone				
			Quarter Ended			Year ended	
			31 December, 2022 (Refer Note 5)	30 September, 2022 Unaudited	31 December, 2021 (Refer Note 5)	31 December, 2022 Audited	31 December, 2021 Audited
VII		Profit before tax (V-VI)	1,717	1,351	582	6,334	3,018
VIII		Tax expense (Refer Note 2)					
	1)	Current tax	342	369	208	1,291	961
	2)	Reversal of earlier year provision	-	-	-	-	(293)
	3)	Deferred tax	(85)	(22)	(57)	(77)	1,247
		Total tax expense (VIII)	257	347	151	1,213	1,915
IX		Profit after tax (VII-VIII)	1,460	1,004	431	5,121	1,103
X		Other Comprehensive income / (Loss)					
	i)	Items that will not be reclassified to profit or loss	13	(1)	(64)	11	(64)
	ii)	Income tax relating to items that will not be reclassified to profit or loss	(4)	0	16	(3)	16
		Total Other Comprehensive Income / (Loss)	9	(1)	(48)	8	(48)
XI		Total comprehensive income for the period (IX+X)	1,469	1,003	383	5,129	1,055
		Paid-up equity share capital (face value INR 10 each)	3,793	3,793	3,791	3,793	3,791
		Other Equity				40,918	36,712
		Earnings per equity share face value INR 10 each					
	1)	Basic EPS	3.84	2.65	1.14	13.50	2.91
	2)	Diluted EPS	3.84	2.65	1.14	13.50	2.91
		*(Not annualised)	*	*	*		

MCIE STANDALONE BALANCE SHEET as on 31 DEC 2022

Rs. in Million

Particulars		Standalone	
		31 December, 2022	31 December, 2021
		Audited	Audited
I	ASSETS		
1	NON-CURRENT ASSETS		
	(a) Property, Plant and Equipment	11,457	10,864
	(b) Capital Work-in-Progress	416	587
	(c) Right-of-use-assets	925	1,026
	(d) Goodwill	10,167	10,167
	(e) Other Intangible Assets	23	24
	(f) Financial Assets		
	i) Investments	17,348	16,028
	ii) Other Financial Assets	171	180
	(g) Income Tax Assets (net)	376	374
	(h) Other Non-Current Assets	397	552
	TOTAL NON-CURRENT ASSETS	41,279	39,802
2	CURRENT ASSETS		
	(a) Inventories	5,030	4,590
	(b) Financial Assets		
	(i) Investments	5,330	4,014
	(ii) Trade Receivables	5,737	4,481
	(iii) Cash and Cash Equivalents	372	239
	(iv) Bank balances other than (iii) above	121	116
	(v) Loans	207	236
	(vi) Other Financial Assets	-	12
	(c) Other Current Assets	349	798
	TOTAL CURRENT ASSETS	17,145	14,486
	TOTAL ASSETS	58,423	54,288

MCIE STANDALONE BALANCE SHEET as on 31 DEC 2022 – CONT'D

Rs. in Million

Particulars		Standalone	
		31 December, 2022	31 December, 2021
		Audited	Audited
II	EQUITY AND LIABILITIES		
1	EQUITY		
	(a) Equity Share Capital	3,793	3,791
	(b) Other Equity	40,918	36,712
		44,711	40,503
	LIABILITIES		
2	NON-CURRENT LIABILITIES		
	(a) Financial liabilities		
	(i) Lease liabilities	341	440
	(b) Provisions	656	619
	(c) Deferred Tax Liabilities (net)	2,813	2,891
	(d) Other Non-Current Liabilities	-	21
		3,809	3,971
3	CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	1,232	1,823
	(ii) Lease Liabilities	133	119
	(iii) Trade Payables		
	Total outstanding dues of Micro enterprises and Small enterprises; and	269	243
	Total outstanding dues of creditors other than micro enterprises and small enterprises	6,195	5,537
	(iv) Other Financial Liabilities	111	270
	(b) Other Current Liabilities	1,278	1,135
	(c) Provisions	512	523
	(d) Current tax liabilities (net)	172	164
		9,902	9,814
	TOTAL EQUITY AND LIABILITIES	58,423	54,288

MCIE STANDALONE – CASH FLOW

Rs. in Million

Particulars	31 December, 2022	31 December, 2021
	Audited	Audited
I Cash flows from operating activities		
Profit before tax	6,334	3,018
Adjustments for:		
Finance costs	135	122
Interest income	(95)	(44)
Net Gain on sale of investment and change in fair value of investments held at FVTPL	(30)	(23)
Allowances for trade receivables	7	(2)
Net Gain on disposal of Property, Plant and Equipment	(392)	(13)
Depreciation and amortisation expense	1,332	1,193
Dividend Income	(910)	-
Voluntary Retirement Scheme	-	7
Liabilities written back no longer required	(13)	128
Share-based payments	81	21
	6,448	4,407
Change in operating assets and liabilities:		
Increase in trade and other receivables	(1,263)	(388)
Increase in inventories	(440)	(1,297)
Decrease/(Increase) in other assets	570	(66)
Increase in trade and other payables	696	953
Increase in provisions	14	9
Increase/(decrease) in other liabilities	40	(399)
	(383)	(1,188)
Cash generated from operations	6,065	3,219
Income taxes paid (net)	(1,284)	(468)
Net cash flow from operating activities	4,781	2,752

MCIE STANDALONE – CASH FLOW (CONT'D)

Rs. in Million

Particulars		31 December, 2022	31 December, 2021
		Audited	Audited
	Net cash flow from operating activities	4,781	2,752
II	Cash flows from investing activities		
	Purchase of Property, Plant and Equipment	(1,866)	(2,097)
	Purchase of current investments (net)	(1,286)	(1,741)
	Proceeds from sale of Property, Plant and Equipment	518	190
	Investment in Subsidiary companies	(1,230)	(146)
	Investment in Associate	(53)	-
	Deposits placed (net)	(121)	-
	Dividend Received	910	-
	Interest received	58	44
	Loan given to subsidiary (net)	29	-
	Net cash used in investing activities	(3,041)	(3,749)
III	Cash flows from financing activities		
	Proceeds from issue of equity instruments of the Company	36	10
	Net (Repayment)/Proceeds of borrowings	(591)	896
	Dividend Paid	(948)	-
	Interest paid	(92)	(75)
	Principal elements of lease payments	(85)	(101)
	Interest on lease liabilities	(43)	(47)
	Net cash (used in)/from financing activities	(1,723)	682
IV	Net increase/(decrease) in cash and cash equivalents	17	(315)
	Cash and cash equivalents at the beginning of the year	355	670
	Effect of exchange rate changes on cash and cash equivalents	-*	-*
V	Cash and cash equivalents at the end of the year	372	355

* Amount is below the rounding off norm adopted by the Company.

NOTES TO ACCOUNTS – STANDALONE

- 1 The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
- 2 The Finance Act, 2021 has introduced an amendment to section 32 of the Income Tax Act, 1961, whereby Goodwill of a business will not be considered as a depreciable asset and depreciation on goodwill will not be allowed as deductible expenditure effective April 1, 2020.
In accordance with the requirements of Ind AS 12 - Income Taxes, the Company has recognised tax expense amounting to ₹ 1,425 million in the year ended 31 December 2021 as the outcome on the difference between Goodwill as per the books of account and its updated tax base of NIL resulting from the aforementioned amendment, in addition to the current tax expense debited to the statement of profit and loss. This deferred tax liability is not expected to be a cash outflow in the future and its reversal is deemed unlikely as the value of its associated goodwill is expected by value in use.
- 3 a) Exceptional Items for 31 December, 2021 pertains to onetime payment made to employees opting for early retirement under the Voluntary Retirement Scheme declared in December 2021 in Stampings Division.
b) Exceptional Items for 31 December, 2022 pertains to sale of freehold land situated in Kanhe,Pune
- 4 Other income in standalone financial results for year ended 31 December, 2022 includes dividend income from subsidiary of INR 910 million. (Year ended 31 December 2021 - Nil, Quarter ended 31 December, 2022 - Nil, Quarter ended 30 September, 2022 - Nil and Quarter 31 December, 2021 - Nil).
- 5 The figures for the quarter ended 31 December 2022 and 31 December 2021 is derived / balancing figure between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the financial year, respectively.
- 6 Previous period figures have been regrouped/reclassified, wherever necessary to conform to the recent changes in Schedule III of the Companies Act 2013
- 7 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 22 February, 2023.
- 8 The Board of Directors of company at their meeting held on February 22, 2023 recommended final dividend of ₹ 2.5 per Equity Share of ₹ 10 each fully paid up for financial year 2022.
- 9 The Statutory Auditors have carried out an audit of the above results for the year ended 31 December 2022 and have issued an unmodified opinion on the same.

For and on behalf of the Board of Directors

Date : February 22, 2023

Place : Pune

Executive Director

MCIE CONSOLIDATED – STATEMENT OF PROFIT & LOSS

Rs. in Million

Sr. No	Particulars	Consolidated				
		Quarter Ended			Year ended	
		31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
		[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
	Continuing Operations					
I	Revenue from operations	22,468	22,294	16,692	87,530	67,652
II	Other Income	244	134	163	583	468
III	Total Income (I+II)	22,712	22,428	16,856	88,113	68,120
IV	Expenses					
a)	Cost of materials consumed	12,160	12,630	8,403	48,607	35,194
b)	Changes in inventories of finished goods and work-in progress	(248)	(230)	439	(847)	(1,847)
c)	Employee benefit expense	2,365	2,156	2,223	9,022	9,263
d)	Finance costs	79	109	91	227	348
e)	Depreciation and amortisation expenses	767	731	661	2,962	2,733
f)	Other expenses	5,267	4,804	3,824	19,028	15,625
	Total Expenses (IV)	20,391	20,199	15,641	79,000	61,315
V	Profit before share in profits of associates, exceptional items and tax (III-IV)	2,321	2,229	1,214	9,114	6,805
VI	Share of profits of associate companies	4	3	12	22	12
VII	Profit before exceptional items and tax (V+VI)	2,325	2,232	1,226	9,136	6,817

MCIE CONSOLIDATED – STATEMENT OF PROFIT & LOSS (CONT'D)

Rs. in Million

Sr. No	Particulars	Consolidated				
		Quarter Ended			Year ended	
		31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
		[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
VII	Profit before exceptional items and tax (V+VI)	2,325	2,232	1,226	9,136	6,817
VIII	Exceptional Items-gain/(losses) (Refer Note 5)	379	-	(128)	379	(128)
IX	Profit before tax from continuing operations (VII+VIII)	2,704	2,232	1,098	9,514	6,689
X	Tax expense (Refer note 7)					
1)	Current tax	530	573	296	2,190	1,727
2)	Reversal of earlier year provision	-		-		(293)
3)	Deferred tax	225	(17)	32	211	1,296
	Total tax expense (X)	756	556	327	2,401	2,731
XI	Profit after tax from continuing operations (IX-X)	1,948	1,676	771	7,113	3,958
XII	Discontinued operations (Refer Note 2 & 3)					
	Profit/(loss) from discontinued operations before tax	765	40	27	831	(39)
	Loss on fair valuation of assets and liabilities of disposal group	(9,234)	-	-	(9,234)	-
	Current tax expense/ (reversal)	76	3	0	92	(4)
	Deferred tax expense/ (reversal)	(19)	(0)	(4)	(20)	(6)
	Profit/(loss) from discontinued operations after tax (XII)	(8,526)	38	31	(8,475)	(30)
XIII	Profit/(loss) for the period (XI+XII)	(6,578)	1,714	802	(1,362)	3,928

MCIE CONSOLIDATED – STATEMENT OF PROFIT & LOSS (CONT'D)

Rs. in Million

Sr. No	Particulars	Consolidated				
		Quarter Ended			Year ended	
		31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
		[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
XIII	Profit/(loss) for the period (XI+XII)	(6,578)	1,714	802	(1,362)	3,928
XIV	Other Comprehensive income/ (loss)					
A	i) Items that will not be reclassified to profit or loss	548	(1)	103	546	103
	ii) Income tax relating to items that will not be reclassified to profit or loss	(177)	0	15	(176)	15
B	i) Items that will be reclassified to profit or loss	2,151	(660)	(454)	956	(1,168)
	ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income/ (loss) (A +B)	2,522	(661)	(336)	1,326	(1,051)
XV	Total comprehensive income / (loss) for the period (XIII+XIV)	(4,056)	1,053	466	(36)	2,877
	Paid-up equity share capital (face value INR 10 each)	3,793	3,793	3,791	3,793	3,791
	Other Equity				47,192	48,175
	Earnings per equity share face value INR 10 each					
	1. Continuing operations					
	Basic earning per share	5.14	4.42	2.03	18.76	10.44
	Diluted earning per share	5.14	4.42	2.03	18.76	10.44
	2. Discontinued operations					
	Basic earning per share	(22.49)	0.10	0.08	(22.35)	(0.08)
	Diluted earning per share	(22.49)	0.10	0.08	(22.35)	(0.08)
	3. Continuing and discontinued operations					
	Basic earning per share	(17.35)	4.52	2.11	(3.59)	10.36
	Diluted earning per share	(17.35)	4.52	2.11	(3.59)	10.36
	*(Not Annualised)	*	*	*		

MCIE CONSOLIDATED BALANCE SHEET as on 31 DEC 2022

Rs. in Million

Particulars	Consolidated	
	31 December, 2022	31 December, 2021
	Audited	Audited
I ASSETS		
1 NON-CURRENT ASSETS		
(a) Property, Plant and Equipment	26,003	26,772
(b) Capital Work-in-Progress	1,195	1,247
(c) Right-of-use assets	1,134	2,567
(d) Goodwill	28,040	36,265
(e) Other Intangible Assets	290	263
(f) Investment accounted for using the equity method	310	227
(g) Financial Assets		
(i) Investments	11	19
(ii) Loans	1,687	820
(iii) Other Financial Assets	219	228
(h) Deferred tax assets (net)	85	1,349
(i) Income Tax Assets (Net)	393	394
(j) Other Non-Current Assets	693	609
TOTAL NON-CURRENT ASSETS	60,060	70,760
2 CURRENT ASSETS		
(a) Inventories	12,108	13,486
(b) Financial Assets		
(i) Investments	5,435	4,134
(ii) Trade Receivables	8,608	6,687
(iii) Cash and Cash Equivalents	713	1,444
(iv) Bank balances other than (iii) above	146	151
(v) Loans	55	-
(vi) Other Financial Assets	917	866
(c) Income Tax Assets (net)	-	516
(d) Other Current Assets	1,453	1,458
Disposal group- assets held for sale	9,788	52
TOTAL CURRENT ASSETS	39,222	28,795
TOTAL ASSETS	99,283	99,555

MCIE CONSOLIDATED BALANCE SHEET as on 31 DEC 2022

Rs. in Million

Particulars	Consolidated	
	31 December, 2022	31 December, 2021
	Audited	Audited
II EQUITY AND LIABILITIES		
1 EQUITY		
(a) Equity Share Capital	3,793	3,791
(b) Other Equity	47,192	48,175
TOTAL EQUITY	50,985	51,966
LIABILITIES		
2 NON-CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Borrowings	1,188	6,522
(ii) Lease liabilities	425	1,737
(b) Provisions	1,008	3,084
(c) Deferred Tax Liabilities (net)	3,285	3,808
(d) Other Non-Current Liabilities	1,215	1,086
TOTAL NON-CURRENT LIABILITIES	7,121	16,238
3 CURRENT LIABILITIES		
(a) Financial Liabilities		
(i) Borrowings	8,045	6,294
(ii) Lease liabilities	187	316
(iii) Trade Payables		
Total outstanding dues of Micro enterprises and Small enterprises; and	393	394
Total outstanding dues of creditors other than micro enterprises and small enterprises	20,957	18,991
(iv) Other Financial Liabilities	776	592
(b) Other Current Liabilities	2,489	2,929
(c) Provisions	545	892
(d) Current Tax Liabilities (net)	605	894
Disposal group- liabilities directly associated with assets held for sale	7,180	50
TOTAL CURRENT LIABILITIES	41,177	31,352
TOTAL EQUITY AND LIABILITIES	99,283	99,555

MCIE CONSOLIDATED – CASH FLOW

Rs. in Million

Particulars	31 December, 2022	31 December, 2021
	Audited	Audited
I Cash flows from operating activities		
Profit before tax		
For continuing operations	9,514	6,689
For discontinuing operations	-8,403	-39
Adjustments for:		
Finance costs	454	533
Allowances for trade receivables	-8	23
Net Gain on sale of investment and change in fair value of investments held at FVTPL	-28	-24
Net Gain on disposal of Property, Plant and Equipment	-406	-109
Interest income	-130	-38
Grant income	-369	-376
Unrealised foreign exchange gain	-219	-
Depreciation and amortisation expense	3,537	3,431
Provision for obsolescence of inventories	24	-29
Voluntary retirement scheme	-	128
Loss on fair valuation of assets and liabilities of Discontinued operations	9,234	-
Share in profits of Associate companies	-22	-
Other income	-	-9
Share based payments	81	21
	13,260	10,200
Change in operating assets and liabilities:		
(Increase)/decrease in trade receivables	-2,841	344
(Increase)/decrease in other financial assets	10	774
Increase in other assets	-147	-298
Increase in inventories	-1,801	-3,396
Increase in Trade payables	4,270	4,793
Decrease in provisions	-72	-368
(Decrease)/Increase in other liabilities	484	-484
	-97	1,365
	13,163	11,564
Income taxes paid (net)	-1,981	-1,053
Net cash flow from operating activities	11,182	10,511

MCIE CONSOLIDATED – CASH FLOW (CONT'D)

		Rs. in Million	
Particulars		31 December, 2022	31 December, 2021
		Audited	Audited
II	Cash flows from investing activities		
	Purchase of current investments (net)	-1,273	-1,880
	Income from Mutual Fund	-	24
	Interest received	130	38
	Grant received	300	-
	Proceeds from disposal of Property, Plant and Equipment & Intangible assets	580	489
	Deposits placed (net)	-146	-
	Investment in Associate	-53	-146
	Payments for Property, Plant and Equipment & Intangible assets	-5,014	-5,267
	Dividend received from Associate	-	3
	Loans given	-922	-812
	Net cash used investing activities	-6,398	-7,551
III	Cash flows from financing activities		
	Proceeds from issue of equity instruments of the Holding Company	36	10
	Dividend paid	-948	-
	Repayment of long term borrowings	-3,936	-2,787
	Proceeds from short term borrowings (net)	881	-
	Repayment of Lease liabilities	-531	-385
	Interest paid	-378	-465
	Net cash used in financing activities	-4,876	-3,627
IV	Net decrease in cash and cash equivalents	-93	-666
	Cash and cash equivalents at the beginning of the year	1,647	2,387
	Effects of exchange rate changes on cash and cash equivalents	30	-74
V	Cash and cash equivalents at the end of the year	1,584	1,647
	Cash and cash Equivalents	713	1,444
	Bank balances	-	151
	Cash and cash Equivalents in discontinued operations	871	52
	Total	1,584	1,647

MCIE CONSOLIDATED – SEGMENT RESULT

Rs. in Million

Particulars	Consolidated				
	Quarter Ended			Year ended	
	31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
	[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
1 Segment Revenue					
a) India	14,069	15,429	11,559	56,326	43,945
b) Europe	13,231	11,920	9,247	51,343	40,590
Segment Revenue	27,300	27,349	20,806	107,669	84,535
Less:					
Inter Segment Revenue	91	118	165	448	668
Revenue from discontinued operations	4,740	4,937	3,949	19,690	16,215
Total Revenue from continuing operations	22,468	22,294	16,692	87,530	67,652
2 Segment Results					
Profit before tax and interest					
a) India	1,947	1,626	820	6,349	3,918
b) Europe #	1,680	812	432	4,450	3,265
Total Segment Results	3,627	2,438	1,252	10,799	7,182
Less					
Interest	159	166	127	454	533
Profit/(loss) before Tax from discontinued operations #	765	40	27	831	-39
Profit before Tax from continuing operations	2,704	2,232	1,098	9,514	6,689

MCIE CONSOLIDATED – SEGMENT ASSETS & LIABILITIES

Rs. in Million

Particulars	Consolidated				
	Quarter Ended			Year ended	
	31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
	[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
3 Segment Asset					
a) India	59,478	58,983	54,786	59,478	54,786
b) Europe *	39,805	47,566	44,718	39,805	44,718
Total assets	99,283	106,550	99,504	99,283	99,504
4 Segment Liabilities					
a) India	21,895	22,914	20,933	21,895	20,933
b) Europe *	26,402	28,564	26,606	26,402	26,606
Total liabilities	48,298	51,479	47,539	48,298	47,539

Note:

1. India includes Mexico operations.
2. * This includes disposal group- assets and liabilities held for sale
3. # Excludes Loss on fair valuation of assets and liabilities of disposal group in quarter and year ended December 31, 2022 of Rs. 9,233.70 million.

NOTES TO ACCOUNTS – CONSOLIDATED

- The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
- In September 2018, the Board of Directors of Mahindra CIE Automotive Limited decided to dispose off the forging business in the United Kingdom, corresponding to the company Stokes Group Limited. Due to that decision, the Company has discontinued the operations of Stokes Group Limited, classifying them as a disposal group, and reclassifying the profit and loss account of the Company to results from discontinued operations in its consolidated result.
- The Board, in its meeting held on 14th December, 2022, took note of the proposal approved by CIE Galfor, S.A.U. (Galfor) to launch an active program to locate a buyer for the German Forging Operations comprising of CIE Forgings Germany GmbH and its subsidiaries. In accordance with the applicable accounting standards, considering Galfor's decision to launch the program, all the German Forging Operation's "assets and liabilities" have been categorised as assets and liabilities held for sale.

Brief details of the discontinuing operations are as given under:-

Rs. in Million

Particulars	Quarter Ended			Year ended	
	31 December, 2022	30 September, 2022	31 December, 2021	31 December, 2022	31 December, 2021
	[Refer Note 8]	Unaudited	[Refer Note 8]	Audited	Audited
I. Total income	4,750.95	4,941.51	3,958.98	20,139.17	16,303.20
II. Total Expenses	3,986.29	4,901.27	3,931.94	19,308.34	16,342.26
III. Profit/(loss) before tax (I-II)	764.66	40.24	27.04	830.83	(39.06)
IV. Loss on fair valuation of assets and liabilities of disposal group	(9,233.70)	-	-	(9,233.70)	-
V. Tax expense	57.40	2.40	(3.96)	72.27	(9.21)
VI. Profit / (loss) from discontinued operations (III+IV+V-VI)	(8,526.44)	37.84	31.00	(8,475.14)	(29.85)

During the quarter ended 31 December 2022, the Company has recognised a loss on fair valuation of disposal group of INR 9,234 million (including INR 9,162 million relating to goodwill).

As on 31 December 2022, the consolidated financial results have foreign currency translation reserve (FCTR) (under other equity) pertaining to the disposal group amounting to INR 1,975 million (including INR 3,132 million in relation to translation to goodwill), which will be credited to Statement of Profit and Loss at the time of actual disposal, as per the Indian Accounting Standards.

FCTR is created by translation of disposal group results and financial position from foreign currency to INR as per applicable Indian Accounting Standards and is accumulated in FCTR until actual disposal. Subsequent fluctuation in exchange rate until disposal will also be accumulated under FCTR.

NOTES TO ACCOUNTS – CONSOLIDATED CONT'D ...

- 4 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 22 February, 2023.
- 5 a) Exceptional Items for 31 December, 2021 pertains to onetime payment made to employees opting for early retirement under the Voluntary Retirement Scheme declared in December 2021 in Stampings Division.
b) Exceptional Items for 31 December, 2022 pertains to sale of freehold land situated in Kanhe, Pune
- 6 The subsidiaries and associate companies forming part of consolidated financial results of Mahindra CIE Automotive Limited (MCIE) are listed in "Annexure A" annexed herewith the statement.
- 7 The Finance Act, 2021 has introduced an amendment to section 32 of the Income Tax Act, 1961, whereby Goodwill of a business will not be considered as a depreciable asset and depreciation on goodwill will not be allowed as deductible expenditure effective April 1, 2020.
In accordance with the requirements of Ind AS 12 - Income Taxes, the Company has recognised tax expense amounting to INR 1,425 million in the quarter ended 31 March, 2021 as the outcome on the difference between Goodwill as per the books of account and its updated tax base of NIL resulting from the aforementioned amendment, in addition to the current tax expense debited to the statement of profit and loss. This deferred tax liability is not expected to be a cash outflow in the future and its reversal is deemed unlikely as the value of its associated goodwill is expected by value in use.
- 8 The figures for the quarter ended 31 December 2022 and 31 December 2021 is derived / balancing figure between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the financial year, respectively and effect of discontinued operations as per note 3 above.
- 9 Previous period figures have been regrouped/reclassified, wherever necessary to conform to the recent changes in Schedule III of the Companies Act 2013 and to effect the discontinued operations as per note 3 above.
- 10 The Statutory Auditors have carried out an audit of the above results for the year ended 31 December 2022 and have issued an unmodified opinion on the same.
- 11 The Board of Directors of company at their meeting held on February 22, 2023 recommended final dividend of ₹ 2.5 per Equity Share of ₹ 10 each fully paid up for financial year 2022.

Date : 22-Feb-23

For and on behalf of Board of Directors

Place : Pune

Executive Director

NOTES CONT'D ...

Annexure A - Subsidiaries forming part of the Mahindra CIE Automotive Limited (MCIE) Group and its Associate Companies

S. No.	Name of the entity	Relationship	% of Holding		Country of Incorporation
				31 December, 2022	
1	Stokes Group Limited (SGL)	Subsidiary of MCIE	100%		UK
2	BF Precision Private Limited	Subsidiary of MCIE	100%		India
3	Bill Forge Mexico, S.A de C.V	Subsidiary of MCIE	99.99%		Mexico
4	Aurangabad Electricals Limited (AEL)	Subsidiary of MCIE	100%		India
5	CIE Hosur Limited (w.e.f. August 6, 2021)	Subsidiary of MCIE	100%		India
6	CIE Galfor, S.A.U. (Galfor)	Subsidiary of MCIE	100%		Spain
7	AE Deutschland GmbH (dissolved on August 12, 2021)	Subsidiary of AEL	-		Germany
8	CIE Legazpi SA	Subsidiary of Galfor	100%		Spain
9	UAB CIE LT Forge	Subsidiary of Galfor	100%		Lithuania
10	Metalcastello S.p.A	Subsidiary of Galfor	99.96%		Italy
11	CIE Forgings Germany GmbH (CFG) (formerly know as Mahindra Forgings Europe AG (MFE))	Subsidiary of Galfor	100%		Germany
12	Jeco Jellinghaus GmbH	Subsidiary of CFG	100%		Germany
13	Gesensschmiede Schneider GmbH	Subsidiary of CFG	100%		Germany
14	Falkenroth Unformtechnik GmbH	Subsidiary of CFG	100%		Germany
15	Schoneweiss & Co GmbH	Subsidiary of CFG	100%		Germany
16	Clean Max Deneb Power LLP	Associate of MCIE	26%		India
17	Sunbarn Renewables Pvt. Ltd.	Associate of MCIE	26%		India
18	Renew Surya Alok Private Limited (w.e.f. February 25, 2021)	Associate of MCIE	31%		India
19	Gescrap India Private Limited	Associate of MCIE	30%		India
20	Galfor Eólica, S.L	Associate of Galfor	25%		Spain
21	Strongsun Solar Private Limited (w.e.f. December 21, 2022)	Associate of MCIE	27%		India

Mahindra CIE

**Thank
You**

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