

**Voltamp Transformers Limited**

**REF.: VTL/SEC/NSE/JUNE-2024**

**29<sup>th</sup> July 2024**

**To,**  
**National Stock Exchange of India Limited,**  
Listing Department "Exchange Plaza,"  
Bandra –Kurla Complex,  
Bandra (E),  
Mumbai 400 051.

**To,**  
**BSE Limited**  
Department of Corporate Services,  
Floor 1, Rotunda Building,  
P J Towers, Dalal Street,  
Mumbai 400 001.

**Scrip Code: VOLTAMP EQ**

**Scrip Code: 532757**

**Dear Sir,**

**Sub.: Press release**

Please find enclosed Press Release issued by the Company in connection with the financial results for the quarter ended 30<sup>th</sup> June 2024, announced today.

Kindly take this on your record and oblige us.

Thanking you,

Yours faithfully

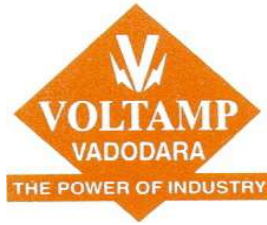
**For Voltamp Transformers Limited**

**Sanket Rathod**  
**Company Secretary & Compliance Officer**  
Encl. A/a.

**Regd. Office & Works:** Makarpura, Vaddara-3900 14, Gujarat, India **Phone :** + 91 265 6 141403-480, 3041403-480, +91 8 128675078 , 8128675080  
**Fax :** + 91 - 265 6141499 , 304 1499 **Email :** voltamp@voltamptransformers.com **Web :** www.voltamptransformers.com **CIN :** L31100GJ1967PLC001437

**Branches:**

Ahmedabad / Bangalore / Bhubaneshwar / Chandigarh / Chennai / Coimbatore / Guwahati / Jaipur / Jamshedpur / Kolkata / Mumbai / Nagpur / New Delhi / Pune / Secunderabad



**VOLTAMP TRANSFORMERS LIMITED**

**COMMENTS ON WORKING RESULTS AND BUSINESS SCENARIO**

**1) SALES & SERVICES REVENUE :**

**Date : 29.07.2024**

**(Rs. In Crores)**

Sr. No.	Particulars	QTR I 2024-25	QTR I 2023-24	% age increase / (Decrease)	FY 2023-24
I	Total Revenue from Operations	428.15	322.19	33%	1616.22
II	Volume (MVA)	3526	2751	28%	13070

**2) SUMMARISED FINANCIAL RESULTS :**

Particulars	QTR I 2024-25	QTR I 2023-24	QTR on QTR % age increase / (Decrease)	QTR IV 2023-24	FY: 2023-24
<b>Net Sales and Services Income</b>	<b>428.15</b>	<b>322.19</b>	33%	504.16	1616.22
Other Income	28.79	23.03	25%	23.24	88.98
<b>Total Income</b>	<b>456.94</b>	<b>345.22</b>	32%	<b>527.40</b>	<b>1705.20</b>
<b>Net Profit before Tax</b>	<b>101.27</b>	<b>68.46</b>	48%	<b>119.38</b>	<b>397.88</b>
Less: Gain on Investment (Actual + Marked to Market)	28.35	21.62	31%	22.39	84.25
Operating Profit	72.92	46.84	56%	96.99	313.63
<b>EBIDTA MARGIN</b>	<b>17.70%</b>	<b>14.47%</b>	<b>22%</b>	<b>19.83%</b>	<b>19.90%</b>

**(P.T.O)**

## 3) RETURN ON CAPITAL EMPLOYED :

		QTR I FY :24-25 (Rs./Lakhs)	QTR I FY :23-24 (Rs./Lakhs)
I)	<b>ON BUSINESS OPERATIONS (ANNUALISED):</b>	<b>75.19%</b>	<b>53.72%</b>
a)	Profit Before Tax	7325.43	4708.18
b)	Average Capital Employed in business	38971.58	35058.65
II)	<b>ON INVESTMENT (ANNUALISED):</b>	<b>11.24%</b>	<b>11%</b>
a)	Income from Investment	2835.69	2162.19
b)	Average Investment	100946.48	78590.88

## 4) Break up of OTHER INCOME (Investment) of Rs. 28.35 crores for the first quarter 2024-25:

	Rs. /crores
a) Interest Income (Tax Free Bond + Taxable Bond + FDRs)	7.99
b) Dividend Income (Mutual Fund + PMS)	0.02
c) Capital Gain (Short term + Long term) (Debt + Equity)	0.53
Actual realised capital gain (with original acquisition cost: Rs.2.42 crore)	
d) Net Gain arising on Financial assets (designated as FVTPL) <b>(Marked to Market adjustment) (BOOK ENTRY)</b>	19.81

## 5) WORKING CAPITAL :

Updated status of receivables, inventory, creditors and investments:

(Rs. in crores)						
Sr. No	Particulars	Jun-23	Sep-23	Dec-23	Mar:24	Jun:24
I	Receivables	95.55	206.53	146.55	238.75	99.70
II	Inventory	205.30	206.02	232.29	226.21	223.91
III	Investments	854.21	809.37	854.80	921.74	1097.18
IV	Creditors	33.16	16.12	18.38	8.46	39.47

Inventory and receivables level are under control.

(P.T.O)

## 6) Recasted Employee cost :

Particulars	QTR I FY :24-25 (Rs. in crores)	QTR I FY :23-24 (Rs. in crores)
Employee Cost		
a) Under the head : Employee Benefit Expenses	10.76	9.57
b) Under the head : Other Expenses – Labour Charges	6.15	4.94
<b>Total (Rs. in crores)</b>	<b>19.86</b>	<b>16.75</b>

7) **UPDATE ON OPERATIONS AND MARKET:**

- The NDA Government has signalled continuity by retaining most ministers in their portfolios which will ensure that the fundamental direction of policy and governance will remain steady. The assurance of a familiar framework can mitigate apprehensions and facilitate further investments.
- The Union Budget FY:25 lay out a comprehensive roadmap for transforming India into a developed nation. Infrastructure development continues to be a major focus with huge allocation. This budget strategically aims to boost India's economic landscape, emphasising on employment generation, fiscal consolidation and infrastructure development. The focus on capacity building through higher spending on infrastructure and consequently facilitating job creation has continued. CAPEX remains unchanged at Rs.11.10 lakh crore (3.4% of GDP). Overall, the budget ensures economic stability and growth amid global uncertainties.
- The recent report by the leading rating Agency on Infrastructure, read that India will spend Rs.143 trillion on infrastructure between fiscal years 2024 and 2030 more than twice the Rs.67 trillion spent in the past seven financial years from 2017. The participation of private sector in investing infrastructure projects will be encouraged through viability gap funding and other enabling policies and regulations.
- The FM's proposals place a strong emphasis on energy security and transition. By prioritising renewable energy and energy efficiency, the budget lays groundwork for a greener, more sustainable path to development.

(P.T.O)

- The Company at present is witnessing healthy enquiry pipeline. However, with the steep run up in material prices, orders closing take longer time at purchasers' end. New projects announcement by private corporates is yet to get momentum post election results. Looking ahead, the business outlook likely to remain stable, boosted by steady domestic demand and continued government support for green energy and infrastructure projects.
- The Company looks forward to sustain growth momentum as order booking tempo is expected to continue at market prices. The challenge going forward is with increased demand for transformers in local and international markets managing supply chain i.e. sourcing required raw material and components at budgeted cost with timely supply. The lower commodity prices have supported corporate profitability in FY:24 but recent trends of uptick in input prices, led by industrial metal prices and scarcity of CRGO material is likely to result in higher input cost going forward.

**8) UPDATE OF CAPEX :**

With increase demand for electricity and transformers projected over the next 5 to 6 years period, it has become imperative to enhance manufacturing capacity. Since there is no space available for further expansion at both factory locations, the Company has decided to invest in new power transformer manufacturing unit. The Company has identified suitable plot of land near Vadodara. The necessary approvals from government authorities are expected by October 2024. On getting requisite approvals, land purchase agreement will be executed and factory construction work commence with completion time of about 15 months thereafter.

Present plan is to build a new state-of-the-art facility for manufacturing power transformers up to 250 MVA and 220 KV rating, entailing a capital expenditure up to INR 200 crores with installed capacity of 6000 MVA p.a., in first phase. At proposed new location the Company proposed to build infrastructure to add further capacity in future at marginal cost, subject to supportive market condition. The proposed project will be funded through internal cash accruals.

**9) ORDER BOOK & REVENUE VISIBILITY:**

The Company is aiming for full utilisation of manufacturing capacity ensuring healthy growth of SALES & SERVICES revenue, in value and volume terms. The opening order book at 01<sup>st</sup> April, 2024 was Rs. 840.66 crores (7839 MVA) and new orders worth Rs. 639 crores (5040 MVA) got added from April 2024 onwards giving as on date REVENUE visibility of Rs. 1479.66 crores (12879 MVA). The Company will continue pursuing only profitable growth opportunities ensuring balance sheet health.