



HIRA

GODAWARI POWER & ISPAT

Great
Place
To
Work

Certified

JAN 2023-JAN 2024
INDIA

REF: GPIL/NSE&BSE/2024/5454

Date: 21.05.2024

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001.
Scrip Code: BSE: 532734

To,
National Stock Exchange of India Limited
Exchange Plaza, C/1, Block G,
Bandra Kurla Complex, Bandra (East),
Mumbai-400051.
Scrip Code: GPIL

Sub: Submission of Press Release regarding Q4 & FY24 Financial and Operational Performance.

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith a Press Release regarding Q4 & FY24 Financial and Operational Performance issued by the Company on 21.05.2024.

This is for your information and record please.

Thanking you,

Yours faithfully,

For **GODAWARI POWER AND ISPAT LIMITED**

Y.C. RAO
COMPANY SECRETARY

Encl: As Above



Godawari Power & Ispat Limited

An ISO 9001:2015, ISO 14001:2015 & ISO 45001:2018 certified company

CIN L27106CT1999PLC013756

Registered Office and Works: Plot No. 428/2, Phase 1, Industrial Area, Siltara, Raipur - 493111, Chhattisgarh, India

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Press Release - Q4 & FY24 Financial and Operational Performance

FY24 EBITDA & PAT up 14% & 18%

Raipur, 21st May'2024: Godawari Power & Ispat Ltd (BSE Code – 532734; NSE Code - GPIL), a fully integrated steel player, has posted impressive results for the fourth quarter and whole year of FY24.

Q4FY24 Key Financial Highlights

- Consolidated Revenues from operations increased to Rs. 1,530 Cr. due to increase in sales of value added products despite reduced realizations
- Consolidated EBITDA and PAT increased to Rs. 329 Cr. and Rs. 220 Cr. on YoY basis respectively despite decrease in pellets production and reduced realizations. This happened because of increased production and sales of value-added products, increased capacities & production of sponge iron and steel billets, cost savings due to solar power and operating leverage.

Particulars	UoM	Q4FY24	Q3FY24	Q4FY23	QoQ	YoY
Net Sales	Rs. Cr.	1,530	1,309	1,317	17%	16%
EBITDA	Rs. Cr.	329	331	276	-1%	19%
EBITDA Margin	%	22%	25%	21%		
PBT	Rs. Cr.	310	296	243	5%	28%
PAT Attributable to Owners	Rs. Cr.	220	229	170	-4%	29%
PAT Margin	%	14%	17%	13%		
EPS	Rs.	18	18	13	-4%	35%

FY24 Key Financial Highlights

- Consolidated Revenues from operations stood at Rs. 5,455 Cr. The decrease is due to slight dip in production of pellets (planned maintenance shutdown in Q1FY24) and reduced realizations of all the products other than pellets and higher trading sales by Rs 249 Crores in previous year.
- Despite fall in realizations, Consolidated EBITDA and PAT increased to Rs. 1,328 Cr. and Rs. 937 Cr. because of cost savings due to solar power plants and use of high-efficiency 48MW power turbine and operational leverage.
- Healthy balance sheet with Net Cash balance of Rs. 1,056 Cr.
- Cash Flow From Operations increased to Rs. 1,044 Cr.; up 5% compared to FY23

Particulars	UoM	FY24	FY23	% Change
Net Sales	Rs. Cr.	5,455	5,753	-5%
EBITDA	Rs. Cr.	1,328	1,164	14%
EBITDA Margin	%	24%	20%	
PBT	Rs. Cr.	1,256	1,083	16%
PAT Attributable to Owners	Rs. Cr.	937	793	18%
PAT Margin	%	17%	14%	
EPS	Rs.	75	61	23%

Q4FY24 Key Operational Highlights

- Highest ever production of steel billets and captive power generation
- Production of iron ore mining, sponge iron, steel billets, MS rounds, HB wires, ferro alloys and consolidated power generation increased on YoY basis due to increase in capacities of sponge iron, steel billets, solar power, use of high-efficiency power turbine and operational efficiencies
- Sales of pellets and sponge iron decreased due to increase in captive consumption for increased production of value-added products. Sales for steel billets, MS rounds, HB wires, ferro alloys and galvanized fabricated product increased on YoY basis.
- Realization of pellets increased by 2% on YoY basis to Rs. 10,092/T. Realization of other products showed decreasing trend.

FY24 Key Operational Highlights

- Highest ever production of sponge iron, steel billet and captive power generation
- There was a slight drop in pellets production due to planned maintenance shutdown of pellet plant in Q1FY24. Production of sponge iron, steel billets, MS rounds, HB wires, ferro alloys, galvanized fabricated products showed increasing trend because of enhanced capacities of sponge iron, steel billets, solar power and high efficiency power turbine and operational efficiencies.
- Sales of pellets and sponge iron decreased due to increase in captive consumption for increase in production of value-added products. Sales for steel billets, MS rounds, HB wires, ferro alloys and galvanized fabricated product increased in both Q4 and FY24 on YoY basis
- Realization for pellets increased by 8% to Rs. 10,171/T resp. Realization of other products dropped.

Strategic Updates

- **Next Leg of Growth - Capex Plan** - Strong Capex Plan of more than doubling the capacities of Ari Dongri Iron Ore Mining, Pellets and Integrated Steel Plant is in place. Environment approval for Pellet Plant was received and the orders for major equipment have already been placed.
- **Updates on Solar Power Projects** - 145 MW Solar Power Project out of the total 173 MW is commissioned till date. HFAL's - 22MW and GPIL Mines – 23MW was commissioned in FY24. This has started contributing to our cost savings.
- **High-Efficiency Power Turbine** - New High-Efficiency 48MW Power Turbine Generator has been commissioned and synchronized with the Grid.
- **Enhanced Capacities** - Capacities of Sponge Iron and Steel Billets were increased to 0.594 MnT and 0.525 MnT up from 0.495 MnT and 0.4 MnT

- **Improved Corporate Governance** - Appointed 2 Industry Experts (Mr. Sunil Duggal and Mrs. Roma Balwani) as Independent Directors on the Board. With this, 50% of our Board comprises of 50% Independent Directors

Management Comments

Mr. B.L. Agrawal, Managing Director:

"I am delighted to share that we have ended FY24 on a great note. With enhanced capacities of sponge iron, steel billets and solar power, cost savings through solar power and high-efficiency 48 MW power turbine, operational efficiencies, team work, we have delivered significant increase in operating margins and profits for FY24 despite decrease in revenues due to decreased realizations in value added products. Healthy Net Cash Balance Sheet, strong Capex Plan of more than doubling the capacities of Iron Ore Mining, Pellets & Integrated Steel Plant, improved operational efficiencies, cost savings due to solar power plants, competitive advantage of captive iron ore mines and support from all the stakeholders, we are confident to perform with excellence for years to come."

About Godawari Power & Ispat Limited

Godawari Power & Ispat Limited is a fully integrated steel company that operates across the entire steel value chain. The Company's operations span from iron ore extraction from two captive iron ore mines to the production of iron ore pellets and high-value steel products. It is a prominent player in the Indian steel industry, renowned for its integrated steel plants and robust manufacturing capabilities. With a strong focus on efficiency and sustainability, the company has carved a niche for itself in the market. Leveraging state-of-the-art technology and a skilled workforce, Godawari Power & Ispat Limited consistently delivers high-quality steel products that meet the diverse needs of its customers across various sectors.

The Company has scaled its business through consistent reinvestments across market cycles. The Company has been responsible, committed to forward-looking investments in clean technologies and resources. The Company has deepened its sustainability through progressive debt repayments and business integration. The result is that the Company is a respected value-creator positioned to take its business to the next orbit. Through its relentless pursuit of excellence and dedication to sustainable growth, Godawari Power & Ispat Limited continues to strengthen its position as a leading player in the Indian steel industry.

Disclaimer

Certain statements that may be made or discussed at the conference call may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like significant changes in the economic environment in India and abroad. Actual results might differ substantially from those expressed or implied. The Company shall not be in any way responsible for any action taken based on such statements and discussions. The Company also undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.

Contact Information

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