06th August, 2026

The Manager, BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001	The Manager, National Stock Exchange of India Limited, Exchange Plaza, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051
BSE Scrip Code: 544320	NSE Symbol: CARRARO

Sub.: Press Release.

Ref.:

1. **Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"); and**
2. **Outcome of the Board Meeting dated 06th August, 2026 ("Outcome").**

Dear Sir/Madam,

Further to the above-referred Listing Regulations and Outcome, we are enclosing a press release encompassing highlights of the unaudited financial results, both standalone and consolidated, for the quarter ended 30th June, 2026.

You are requested to take this intimation on record.

Thanking you,

Yours faithfully,
For Carraro India Limited

MOHITH KUMAR KHANDELWAL

Digitally signed by MOHITH KUMAR KHANDELWAL
DN: C=IN, O=Personal, T=3800, OID.2.5.4.65=406a2009a4a84d5fa80bfb28c9775456, Phone=066a761096596ebbbd45d837f9a870e23498bf52d71d3a135070d6c7f8de5b23, PostalCode=500090, S=Telangana, SERIALNUMBER=59a3817b6ca1b02819f64f0035f1026a30e42a08e2a171a0ea2c29645fb20450, CN=MOHITH KUMAR KHANDELWAL
Reason: I am the author of this document
Location:
Date: 2026.08.06 17:34:20+05'30'
Foxit PDF Reader Version: 12.1.1

Mr. Mohith Kumar Khandelwal
Company Secretary and Compliance Officer
Membership No.: F11243

Encl.: As above.

Carraro India Limited

Q1 FY27 Consolidated Results – Press Release

- ✓ Q1 FY27 Total Income stood at INR 5,587 Mn**; increase of 12% on Y-o-Y basis**
- ✓ Q1 FY27 EBITDA (incl. other income) stood at INR 579 Mn; **growth of 6% on Y-o-Y basis with margins at 10.4%**
- ✓ Q1 FY27 PAT stood at INR 314 Mn; **growth of 8% on Y-o-Y basis with margins at 5.6%**

Pune – 6th August 2026: Carraro India Limited, an independent Tier-I solution provider for axles, transmission systems, gears and other related components, has reported its unaudited financial results for the quarter ended 30th June 2026.

Financial Highlights:

Particulars (INR Mn)	Q1 FY27	Q1 FY26	Y-o-Y
Total Income	**5,587**	**4,999**	**12%**
EBITDA (incl. Other Income)	**579**	**548**	**6%**
EBITDA Margin (%)	*10.4%*	*11.0%*	
PAT	**314**	**291**	**8%**
PAT Margin (%)	*5.6%*	*5.8%*	

Operational Highlights:

Particulars (INR Mn)	Q1 FY27	Q1 FY26	Y-o-Y
Agricultural Equipment	2,559	2,219	15%
Construction Equipment	2,264	2,178	4%
Others	624	532	17%
Total	**5,447**	**4,929**	**10%**

Particulars (INR Mn)	Q1 FY27	Q1 FY26	Y-o-Y
Domestic	3,795	3,016	26%
Export	1,652	1,913	-14%
Total	**5,447**	**4,929**	**10%**

CARRARO India

<u>Other Key Business Highlights (Q1FY27)</u>

- **Tele-boom Handler (TBH): Construction Equipment:**
    - The ramp-up of the new range of TBH axles for a major international OEM continued during the period under review, with healthy traction and strong visibility for sustained growth, while export programmes progressed as planned.
    - New Projects with a domestic customer (Global and Indian) for the TBH family of axles, are progressing well and remain on track, as the Company continues to expand its TBH business and strengthen its presence in the domestic market.
- **Backhoe Loader (BHL) transmission & axles:**
    - Overall BHL sales by Indian OEMs, comprising domestic sales and exports, grew by ~14% year-on-year during the quarter.
    - During the same period, Carraro's sales of drivelines to Indian OEMs increased by ~18% year-on-year, outperforming the broader market.
- **Engineering services business:**
    - Receiving several enquiries for higher HP and technology configurations.
    - The INR 175 million e-transmission engineering project with Montra Electric is progressing well, with a prototype order received for field validation.
    - Engineering services assignments worth ~INR 33 million were under discussion at quarter-end and were subsequently received (finalized and concluded on July 2026).
    - Discussions with another customer are progressing positively, while efforts to secure additional engineering services business remain ongoing, supporting expected year-on-year revenue growth in the segment.
- **Domestic AG 4WD Axle & Gears business update:**
    - The GST reduction has narrowed the price gap by bringing post-GST 4WD tractor prices close to pre-GST 2WD levels, accelerating the shift towards 4WD models. Consequently, domestic 4WD axle demand continues to grow as anticipated, with CIL ramping up capacity to support future demand.
    - During Q1FY27, the gears business remained subdued. However, efforts are underway to strengthen the business, which is expected to support a gradual improvement over the coming quarters.
    - In the gears business, secured a business nomination from a major OEM for bull gears, valued at approximately ~INR 150 million p.a. effective FY28. The company is also working with two new customers / projects.

- **Agri higher HP Transmission:**
  - Export market gradually recovering, which could positively impact transmission offtake for high HP tractors.
  - Higher HP tractor transmission projects with a customer in Turkey, and customers in India are progressing well. Start of production for the Turkish customer commenced in Q1 FY27, while SOP for the Indian customer is expected by FY28.
- **Export business Update: (Both direct & indirect):**
  - Export market conditions remained challenging during the quarter, as ongoing geopolitical uncertainty and uneven demand across key overseas markets weighed on overall export performance. However, resilient domestic demand continues to support the overall volume trajectory.
- **Capex:**
  - In Q1 FY27, construction of the new paint-shop building commenced, while a side-drive sub-assembly line and a backlash machine were commissioned to enhance Portal axle capacity and increase differential-support capacity on the 4WD line.
  - During FY26, CIL deployed INR 417 million towards new telescopic-handler axle production, high-performance agricultural transmissions, and capacity expansion.

Commenting on the results Dr. Balaji Gopalan, Managing Director, Carraro India Limited said,

Q1FY27 Performance Overview

"Carraro India reported a resilient start to the financial year. Q1 FY27 Revenue from operations increased by 10% year-on-year to INR 5,447 million, supported by sustained momentum in the domestic business. Domestic revenue grew by ~26% year-on-year, driven by robust demand for 4WD axles in the agricultural vehicle segment, despite uncertainty surrounding the monsoon outlook. Export revenue declined by ~14% year-on-year due to geopolitical disruptions and uneven demand across global markets.

Profitability improved in absolute terms, with EBITDA rising by ~6% and PAT by ~8% year-on-year. EBITDA Margins were affected by higher energy and raw-material costs arising from geopolitical disruption, along with labour availability constraints. However, disciplined cost management and execution efficiencies helped contain the impact and sustain earnings growth.

The domestic agriculture business continues to benefit from the GST reforms, accelerating the shift towards 4WD tractors, with demand for our axles growing in line with expectations. We are accordingly expanding capacity to support anticipated demand.

In the construction-equipment segment, the export programme for TBH axles continues to progress as planned. We are also expanding our domestic TBH presence through new projects with Indian OEMs and *the Indian operations of global OEMs. Carraro's BHL sales to Indian OEMs continued to outperform the broader market.*

Our engineering-services business gained further momentum during the quarter. The Montra Electric project is progressing well, while assignments worth ~INR 33 million that were under discussion at quarter-end have since been received. These developments reflect growing customer confidence in our engineering capabilities and technology solutions. Discussions with another prospective customer are also progressing, supporting further growth in this business.

Our higher-HP transmission programmes reached an important milestone, with series production for a Turkish customer beginning in Q1 FY27. The programme for an Indian customer is advancing as scheduled, with start of production targeted by FY28.

The gears business remained subdued during the quarter. However, focused initiatives are underway to strengthen the portfolio and support a gradual recovery over the coming quarters.

We also made progress on our manufacturing and capacity-enhancement roadmap. Construction of the new paint-shop building commenced during the quarter, while a side-drive sub-assembly line and a backlash machine were commissioned to enhance Portal axle capacity and expand differential-support components used in 4WD axle production.

Global market conditions remain uncertain due to geopolitical developments and mixed demand trends. Nevertheless, strong domestic momentum, recovering supply chains, the ramp-up of new programmes and ongoing capacity additions position us well for the year ahead. We remain focused on delivering positive growth in FY27. Better cost absorption, improved operating efficiencies, higher utilisation levels and continued cost discipline are expected to support margin improvement as we work towards our medium-term revenue and profitability objectives."

About Carraro India Limited:

Carraro India Limited established in 1997, is technology driven integrated supplier that develops complex engineering products and solutions for original equipment manufacturer ("OEM") customers. The Company is an independent Tier-I solution provider for axles, transmission systems, gears and other related components with in-house product design manufacturing capabilities which support the full value chain of services.

Part of the Carraro Group which designs, manufactures, and sells transmission systems (axles, transmissions, and drives) mainly for agricultural and construction equipment and off-highway vehicles. The Company's product is mission critical for their customers, as these products constitute important components of their customers' final products.

Key Products & Applications are equipment like axles and transmission systems for agricultural tractors which include special requirements on technical specifications, use cases, and mechanical and structural design. It also manufactures construction equipment like gears and transmission systems for backhoe loaders, compact wheel loaders, telehandlers, cranes, forklifts, aerial working platforms, etc. The company also manufactures a diverse range of products beyond their core offerings of axles and transmissions for agricultural and construction equipment, which include additional products such as gears, shafts, and ring gears for industrial and automotive vehicles.

The company owns and operates two manufacturing plants in Pune with strong in-house R&D capabilities with proprietary IP rights to facilitate innovation of future-ready products. The driveline plant has technologies including casting, machining, assembly, prototyping, testing, and painting. The gears plant features machining and heat treatment technologies such as carburizing, induction, hardening, and nitriding. The company has well established network of 245+ suppliers domestically and internationally. It also enjoys longstanding relationships with marquee local and international supplier base.

Safe Harbor

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.

For any further information please contact:

Company:

Carraro India Limited

CIN: L52609PN1997PLC132629

Mr. Davide Grossi, Whole-time Director & CFO

Email id: investor_relator@carraroindia.com

Tel No.: +91 20 6621 700

Investor Relations Advisors:

Strategic Growth Advisors Pvt. Ltd.

CIN: U74140MH2010PTC204285

Mr. Abhishek Shah / Mr. Vineet Shah

Email id: abhishek.shah@sgapl.net / vineet.shah@sgapl.net

Tel No: +91 99306 51660 / +91 97688 39349