November 05, 2026

To

Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Tower, Dalal Street,
Fort, Mumbai-400001
Scrip Code: 513509

National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E), Mumbai-400051
Symbol: **KALYANIFRG**

Dear Sir/Madam,

Sub : Press Release on unaudited standalone financial results for quarter ended on September 30, 2026

Dear Sir/Madam,

Please find enclosed the press release titled "**Kalyani Forge Board Approves ₹45 Crore Funding Plan to Power Next Phase of Growth; H1 FY27 PBT More Than Doubles (+118.8%) and EBITDA Grows 38.8% YoY".**

The above press release will also be available on the website of the Company at www.kalyaniforge.com

Kindly take the same on your record and acknowledge.
Thanking you,

Yours Faithfully,
For **Kalyani Forge Limited**

VIRAJ GAURISHANKAR KALYANI

Digitally signed by VIRAJ GAURISHANKAR KALYANI
DN: c=IN, st=Maharashtra, 2.5.4.20=5e4086f28cd2b6c0f313885fc19c7cb0d442c2988274b3b2df15c0194f5116726b, postalCode=411006, street=SO Gaurishankar Kalyani ,CSD PARVATI NIWAS KALYANI NAGAR 1BWNAZA KALYANI,Pune City, pseudonym=d5e9f3c4da02e43f9a80dc46127220e41, title=4073, serialNumber=7e9439528d5ba0b7716a6138d087e6b07b884b8307d1e2bb2d4711185c, cn=Personal, cn=VIRAJ GAURISHANKAR KALYANI
Date: 2026.11.05 23:39:02 +05'30'

Viraj G. Kalyani
Managing Director
DIN: 02268846

Press Release

Kalyani Forge Board Approves ₹45 Crore Funding Plan to Power Next Phase of Growth; H1 FY27 PBT More Than Doubles (+118.8%) and EBITDA Grows 38.8% YoY

PUNE, INDIA — November 6, 2026: Kalyani Forge Limited today announced that its Board of Directors has approved a ₹45 crore Funding Plan for FY27, combining equity, debt and the monetisation of non-core assets, to strengthen the balance sheet, fund working capital and support the ramp-up of new orders. The Company also announced its financial and operational results for the quarter ended September 30, 2026, with H1 FY27 Profit Before Tax more than doubling (up 118.8%), EBITDA growing 38.8% and Profit After Tax growing 86.7% year on year. In Q2, PBT grew 42.88% and EBITDA margin expanded by 158 basis points to 14.23%. These results were delivered while the Company carried out planned capacity upgrades and a change of banking partner during the quarter.

Board-Approved Funding Plan: ₹45 Crore to Power the Next Phase of Growth

The Board of Directors has approved a comprehensive ₹45 crore Funding Plan for FY27, designed to strengthen the balance sheet, fund working capital and support the ramp-up of new engine and wheel hub orders. The plan draws on a diversified mix of sources. The allocation below is indicative; figures are tentative guidelines and not definitive:

- **Equity:** Approximately ₹10 crore of equity capital to bring in long-term growth capital, subject to shareholder and regulatory approvals.
- **Debt:** Approximately ₹20 crore through term loans and working capital facilities from the Company's banking partners.
- **Non-core asset and inventory monetisation:** Up to ₹20 crore from the sale of non-core assets and the monetisation of inventory, releasing capital for core operations.

Together, these measures are expected to strengthen liquidity and balance sheet flexibility, and to fund the ramp-up of new orders and ongoing capacity upgrades. The plan will be executed in phases through FY27.

Q2 FY27 Financial Highlights (Unaudited)

Particulars	Q2 FY27	Q2 FY26	YoY Growth
Revenue from Operations (₹ Lakhs)	5444.86	5567.32	-2.20%
EBITDA (₹ Lakhs)	778.09	711.20	9.41%
EBITDA Margin (%)	14.23%	12.65%	–
Profit Before Tax (₹ Lakhs)	323.88	226.68	42.88%
Profit After Tax (₹ Lakhs)	216.14	215.01	0.53%
EPS (₹)	5.94	5.91	0.53%

Revenue from Operations stood at ₹5,444.86 lakh in Q2 FY27, compared to ₹5,567.32 lakh in the corresponding quarter of the previous year. EBITDA registered YoY growth of 9.41% to ₹778.09 lakh. EBITDA margin improved by 158 basis points to 14.23%, reflecting enhanced operational efficiency and cost optimisation. Profit Before Tax grew by 42.88% YoY to ₹323.88 lakh, highlighting a notable improvement in overall profitability. Revenue from Operations was marginally lower year on year (down 2.20%), reflecting reduced high-tonnage production during the planned reconditioning of the 2500T press and the relocation of the driveline machining plant, both undertaken to strengthen capacity and productivity for the coming quarters.

H1 FY27 Financial Highlights

Particulars	H1 FY27	H1 FY26	YoY Growth
Revenue from Operations (₹ Lakhs)	12124.48	11980.59	1.20%
EBITDA (₹ Lakhs)	1867.20	1345.14	38.81%
EBITDA Margin (%)	15.34%	11.14%	–
Profit Before Tax (₹ Lakhs)	939.21	429.25	118.80%
Profit After Tax (₹ Lakhs)	664.11	355.66	86.72%
EPS (₹)	18.25	9.77	86.84%

For the first half of FY27, Profit Before Tax more than doubled to ₹939.21 lakh from ₹429.25 lakh in H1 FY26, a growth of 118.80%. EBITDA grew 38.81% to ₹1,867.20 lakh, with EBITDA margin expanding by 420 basis points to 15.34%, and Profit After Tax grew 86.72% to ₹664.11 lakh. The half-year performance reflects the sustained impact of cost optimisation, the Vriddhi Council initiatives and improved operating efficiency. EBITDA is computed as profit before tax plus finance costs and depreciation and amortisation; EBITDA margin is calculated on Total Income.

Management Commentary

Commenting on the results, Mr. Viraj Kalyani, Managing Director & CEO, said:
"The Board's approval of a ₹45 crore Funding Plan is the most important development of the quarter. For the first time in the Company's transformation journey, we have taken a structural review of funding adequacy for our growth ambitions, with industry benchmarking and formulas. As we have gained confidence in the Company's operational profitability, funding growth is the next logical area of transformation. The plan gives us a diversified pool of capital across equity, debt and the monetisation of non-core assets and inventory, and puts the Company on a stronger financial footing to execute on the order pipeline we have built. At the same time, our Q2 performance reflects meaningful improvement in earnings momentum: H1 PBT more than doubled, EBITDA grew 39% and PAT grew 87% year on year, while Q2 PBT grew 43% with EBITDA margin expanding by 158 basis points, even as we carried out planned capacity upgrades and changed our banking partner during the quarter.
With the upgraded press and consolidated machining plant in place, the Funding Plan approved and new engine and wheel hub programmes ramping up, we are well placed to restore volumes, strengthen our cash conversion and build on this momentum in the second half."

Operational & Strategic Highlights

- **Board-Approved Funding Plan:** ₹45 crore plan across equity, debt and non-core asset and inventory monetisation approved to strengthen liquidity, fund working capital and support the order ramp-up.
- **Cost Optimization & Operational Efficiency:** Continued emphasis on manufacturing productivity, OEE improvement and cost optimization remains central to strengthening operational efficiency and profit margins.
- **Disciplined Capital Allocation:** The Company continues to focus on maximizing existing infrastructure utilization, improving asset productivity and maintaining prudent capital allocation.
- **Business Development & Growth Opportunities:** Focus remains on strengthening customer relationships, expanding business opportunities and enhancing its presence across key automotive and industrial segments.
- **Working Capital & Banking:** Trade receivables stood at ₹141.21 crore at September 30, 2026, compared with ₹102.65 crore at March 31, 2026. The increase reflects two factors: customer remittances and export receipts were delayed during the changeover to a new banking partner, undertaken for improved borrowing rates, and legacy phase-out customers have been slower in lifting their last-time-buy volumes. Improving receivables efficiency remains a key priority, supported by the Funding Plan.
- **Capacity & Layout Upgrades:** Reconditioning of a 2500T press and consolidation of the driveline machining plant (MCD3) into MCD1 create a more compact shopfloor and free up space for future expansion.

About Kalyani Forge Limited

Kalyani Forge Limited is a Pune-based engineering company specialising in the manufacturing of forged and machined components. The Company caters to diverse industries, including automotive, commercial vehicles and industrial engineering. With a strong focus on technological capabilities, product quality and manufacturing excellence, it continues to strengthen its position in the engineering and forging industry.

Safe Harbour Statement

This release contains statements that may constitute forward-looking statements, including but not limited to statements regarding the Company's Funding Plan (including the proposed equity, debt and non-core asset and inventory monetisation components and related approvals and timelines), cost reduction targets, cash conversion cycle objectives, receivable recovery expectations, order prospects, capacity utilization and business strategy. These statements are based on management's current expectations and assumptions and are subject to risks and uncertainties that could cause actual results to differ materially from those expressed or implied. Such risks include changes in demand from customer industries, raw material and input cost volatility, foreign exchange and interest rate movements, the condition and availability of plant and equipment, the timing and receipt of requisite shareholder, lender and regulatory approvals, the successful execution of the Funding Plan, credit risk and the timing of customer collections, competitive pressures, and changes in the regulatory or economic environment. The Company undertakes no obligation to publicly revise any forward-looking statement to reflect future events or circumstances. Results for a single quarter are not necessarily indicative of results that may be expected for the full financial year. This release should be read together with the unaudited financial results for the quarter ended September 30, 2026 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which are available on the websites of the Stock Exchanges and on the Company's website at www.kalyaniforge.com.

For further information, please contact:

Investor Relations
Yash Dabgar
yash.dabgar@kforge.com