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DIFFUSION
Innovative superconditioning solutions

Date: November 15, 2025

To,
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (East),
Mumbai - 400 051
NSE Symbol: DIFFNKG

To,
The Manager
Corporate Relationship Department
BSE Limited
Floor 25, Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001
BSE Scrip Code - 544264

Dear Sir/Madam,

Subject: Press/Media Release for the Un-Audited Financial Results for the quarter and half year ended September 30, 2025

Pursuant to regulation 30 read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Press/Media Release on the Un-Audited Financial Results for the quarter and half year ended September 30, 2025.
The same is also being disseminated on the Company's website at https://www.diffusionengineers.com/investors-relation.

Thanking You.
Yours faithfully,

For Diffusion Engineers Limited

Chanchal Jaiswal
Company Secretary and Compliance Officer
Membership no. A67136

Enclosed as above.

Diffusion Engineers Limited

Media Release

Company declares Q2 FY26 consolidated PAT growth of 19.49% & Revenue growth of 1.33%

Registers significant growth in order book this quarter which stands at Rs. 2,009.62 Mn on 30th September 2025

Nagpur, 15 November, 2025: Diffusion Engineers Limited (BSE: 544264, NSE: DIFFNKG), amongst leading manufacturers of welding consumables, wear plates, wear parts, and heavy engineering machinery for core industries in India with nearly 40 years of "excellence in innovative engineering solutions" in the industry, announced its unaudited financial results for the second quarter and half year ended 30th September, 2025. These financials are as per the IND AS accounting guidelines.

Key Financial Highlights (Rs. In Mn):

	Standalone				Consolidated			
Particulars	**Q2 FY26**	**Q2 FY25**	**Q1 FY26**	**YoY%**	**Q2 FY26**	**Q2 FY25**	**Q1 FY26**	**YoY%**
Revenue from operations	**799.61**	743.15	733.72	7.60%	**835.66**	824.67	806.65	1.33%
EBIDTA*	**111.86**	108.78	86.54	2.83%	**123.67**	126.82	105.81	(2.48%)
PAT	**99.13**	87.16	142.04	13.74%	**101.65**	85.07	122.64	19.49%
EPS Diluted (In Rs.)	**2.65**	2.33	3.80	13.73%	**2.69**	2.25	3.26	19.55%

**Excluding Other Income and share of profit/ Loss of Associates and Joint ventures*

Order Book Status (Rs. In Mn):

Type	September-25	June-25
Heavy Engineering	1,702.43	1,379.85
Wear Plates and Wear Parts	208.49	223.71
Welding Consumables	98.70	118.31
Grand Total	**2,009.62**	**1,721.87**

	Standalone			Consolidated		
Particulars	**H1 FY26**	**H1 FY25**	**YoY%**	**H1 FY26**	**H1 FY25**	**YoY%**
Revenue from operations	**1,533.33**	1,415.76	8.30%	**1,642.31**	1,535.50	6.96%
EBIDTA*	**198.40**	188.13	5.46%	**229.49**	219.04	4.77%
PAT	**241.16**	151.78	58.89%	**224.30**	157.80	42.14%
Diluted EPS (In Rs.)	**6.44**	4.06	58.62%	**5.95**	4.19	42.06%

*EBITDA (excluding other income)

Standalone Performance Highlights – Quarter ended 30th September 2025

- **Revenue from operations** for the financial year was **Rs. 799.61 Mn** in Q2 FY26, as against **Rs. 743.15 Mn** in Q2 FY25, YoY increase of **7.60**%. Company has delivered a strong set of results, showcasing continued growth and operational efficiency.

- **EBITDA** (excluding Other Income) was at **Rs. 111.86 Mn** in Q2 FY26 as against **Rs. 108.78 Mn** in Q2 FY25, increase of **2.83**%.

- **EBITDA Margin (Excl. Other Income)** for the quarter stood at **13.99%.**

- **Profit after Tax** stood at **Rs. 99.13 Mn** in Q2 FY26 compared to Rs. **87.16 Mn** in Q2 FY25, YoY increase of **13.74%**

Standalone Performance Highlights – Half-year ended 30th September 2025

- **Revenue from operations** for the financial year was **Rs. 1,533.33 Mn** in H1 FY26, as against **Rs. 1,415.76 Mn** in H1 FY25, YoY increase of **8.30**%. This improvement was driven by enhanced operational efficiency, and improved execution capabilities, supported by higher order inflows, better capacity utilization

- **EBITDA** (excluding Other Income) was at **Rs. 198.40 Mn** in H1 FY26 as against **Rs. 188.13 Mn** in H1 FY25, increase of **5.46**%.

- **EBITDA Margin** (Excl. Other Income) for the half-year ended stood at **12.94%.**

- **Profit after Tax** stood at **Rs. 241.16 Mn** in H1 FY26 compared to Rs. **151.78 Mn** in H1 FY25, YoY increase of **58.89%.**

Consolidated Performance Highlights – Quarter ended 30th September, 2025

- **Revenue from operations** for the financial year was **Rs. 835.66 Mn** in Q2 FY26, as against **Rs. 824.67 Mn** in Q2 FY25, YoY increase of **1.33**%, reflecting a year-on-year improvement and a solid base for future expansion. Company continued to demonstrate its resilience and potential for sustained growth.

- **EBITDA** (excluding Other Income) was at **Rs. 123.67 Mn** in Q2 FY26 as against **Rs. 126.82 Mn** in Q2 FY25

- **EBITDA Margin** (Excl. Other Income) for the quarter at 14.80%

- **Profit after Tax** stood at **Rs. 101.65 Mn** in Q2 FY26 compared to Rs. **85.07 Mn** in Q2 FY25, YoY increase of **19.49%**.

Consolidated Performance Highlights – Half-year ended 30th September, 2025

- **Revenue from operations** for the financial year was **Rs. 1,642.31 Mn** in H1 FY26, as against **Rs. 1,535.50 Mn** in H1 FY25, YoY increase of **6.96%.**

- **EBITDA** (excluding Other Income) was at **Rs. 229.49 Mn** in H1 FY26 as against **Rs. 219.04 Mn** in H1 FY25

- **EBITDA Margin** (Excl. Other Income) for the half year at 13.97%

- **Profit after Tax** stood at **Rs. 224.30 Mn** in H1 FY26 compared to Rs. **157.80 Mn** in H1 FY25, YoY increase of **42.14%**.

Management Comment:

Commenting on the Company's performance, **Mr. Prashant Garg, Chairman & Managing Director, Diffusion Engineers Ltd said**:

"During the Second quarter ended 30th September 2025, we recorded revenue of ₹835.66 million, EBITDA (excluding other income) of ₹123.67 million, and PAT of ₹101.65 million representing an

increase of 19.48% over Q2 2024. For the first half of FY26, we achieved Revenue Of ₹1642.31 million representing a growth of ~7% over H1 2024 and PAT of ₹224.30 million Representing a growth of ~42% increase on a year-on-year basis.

We are pleased to share that Diffusion Engineers Limited has received significant orders in the last two quarters, further strengthening our order book and enhancing revenue visibility. Our healthy order book of over Rs. 170 crore driven by strong demand for Roll Press Rolls for the cement sector and heavy engineering applications reflects the confidence that customers place in our engineering capabilities, product reliability, and long-standing industry relationships. These developments position us well for sustained growth in the coming quarters.

With new capacities scheduled to come online in FY26E and the completion of our ongoing capex, we are targeting to double our topline in the medium to long term. We also expect EBITDA margin expansion, supported by economies of scale, improved operating leverage, and an enhanced product mix driven by higher-value manufacturing.

Looking ahead, with a robust order book, healthy demand across core sectors, and our ongoing operational initiatives, we are confident of delivering sustainable growth and improved profitability in the coming quarters. I extend my sincere gratitude to every member of the Diffusion family, our valued clients, creditors, bankers, financial institutions, and all other stakeholders. Your trust and support continue to inspire us to strive harder and achieve greater milestones.

Thank you for your continued faith in Diffusion Engineers"

About Diffusion Engineers Limited

Our Company incorporated in 1982, pioneer in advanced manufacturing of welding consumables, wear plates, wear parts and heavy engineering machinery to diverse industries, including cement, steel, power, and mining. Our Company is dedicated to providing specialized repairs and reconditioning services for heavy machinery and equipment. Additionally, we are also involved in trading of anti-wear powders and welding and cutting machinery. We provide super conditioning process at our manufacturing facilities, a surface treatment solution for machine components that enhances wear resistance, eliminates stress and improves their repairability ultimately extending their lifespan and reducing production costs. We have developed a synergistic system of forward integration whereby we manufacture special purpose electrodes and flux cored wires which are utilized for manufacturing wear resistance plates (commonly known as wear plates). These wear plates then become an integral part of majority of large industrial equipment which are made in

our heavy engineering division and are significant contributor in manufacturing of industrial equipment. With strategically located manufacturing units in Nagpur, Maharashtra, we benefit from central connectivity, which facilitates efficient logistics, reduced transit times, and cost optimization.

For further information, please contact:

Mr. Chanchal Jaiswal **Diffusion Engineers Limited** Email: info@diffusionengineers.com www.diffusionengineers.com	**Mr. Amit Sharma / Mr. Rupesh Rege** **Adfactors PR Pvt Ltd** Email: amit.sharma@adfactorspr.com rupesh.rege@adfactorspr.com www.adfactorspr.com

Caution Concerning Forward- Looking Statements:

Certain statements in this document may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like regulatory changes, local political or economic developments, and many other factor s that could cause our actual results to differ materially from those contemplated by the relevant forward-looking statements. Further, past performance is not necessarily indicative of future results. Given these risks, uncertainties and other risk factors, viewers are cautioned not to place undue reliance on these forward-looking statements. The Company will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.