

General information about company	
Scrip code*	544264
NSE Symbol*	DIFFNKG
MSEI Symbol*	NOTLISTED
ISIN*	INE184001015
Name of company	DIFFUSION ENGINEERS LIMITED
Type of company	Main Board
Class of security	Equity
Date of start of financial year	01-04-2025
Date of end of financial year	31-03-2026
Date of board meeting when results were approved	16-05-2026
Date on which prior intimation of the meeting for considering financial results was informed to the exchange	12-05-2026
Description of presentation currency	INR
Level of rounding	Millions
Reporting Type	Quarterly
Reporting Quarter	Fourth quarter
Nature of report standalone or consolidated	Standalone
Whether results are audited or unaudited for the quarter ended	Audited
Whether results are audited or unaudited for the Year to date for current period ended/year ended	Audited
Segment Reporting	Single segment
Description of single segment	Welding Fabrication Technology and Engineering
Start date and time of board meeting	16-05-2026 15:30
End date and time of board meeting	16-05-2026 18:35
Whether cash flow statement is applicable on company	Yes
Type of cash flow statement	Cash Flow Indirect
Declaration of unmodified opinion or statement on impact of audit qualification	Declaration of unmodified opinion
Whether the company has any related party?	Yes
Whether the company has entered into any Related Party transaction during the selected half year for which it wants to submit disclosure?	Yes
(I) We declare that the acceptance of fixed deposits by the bans/Non-Banking Finance Company are at the terms uniformly applicable/offered to all shareholders/public	Yes
(II) We declare that the scheduled commercial bank, as per RBI circular RBI/DBR/2015-16/19 dated March 03, 2016, has allowed additional interest of one per cent per annum, over and above the rate of interest mentioned in the schedule of interest rates on savings or a term deposits of bank's staff and their exclusive associations as well as on deposits of Chairman, Chairman & Managing Director, Executive Director or such other Executives appointed for a fixed tenure.	NA
(III) Whether the company is a 'high value debt listed entity' according to regulation 15 (1A)?	No
(a) If answer to above question is Yes, whether complying with proviso to regulation 23 (9), i.e., submitting RPT disclosures on the day of results publication?	
(b) If answer to above question is No, please explain the reason for not complying.	
Whether the updated Related Party Transactions (RPT) Policy (in compliance with Reg. 23 of SEBI LODR) has been uploaded on the website of the Company?	Yes
Latest Date on which RPT policy is updated	07-02-2025
Indicate Company website link for updated RPT policy of the Company	https://www.diffusionengineers.com/investors-relation
Whether statement on deviation or variation for proceeds of public issue, rights issue, preferential issue, qualified institutions placement etc. is applicable to the company for the current quarter?	Yes
No. of times funds raised during the quarter	1
Whether the disclosure for the Default on Loans and Debt Securities is applicable to the entity?	No there is no default

Financial Results – Ind-AS			
Particulars		3 months/ 6 months ended (dd-mm-yyyy)	Year to date figures for current period ended (dd-mm-yyyy)
Date of start of reporting period		01-01-2026	01-04-2025
Date of end of reporting period		31-03-2026	31-03-2026
Whether results are audited or unaudited		Audited	Audited
Nature of report standalone or consolidated		Standalone	Standalone
Part I	Blue color marked fields are non-mandatory. For Consolidated Results, if the company has no figures for 3 months / 6 months ended, in such case zero shall be inserted in the said column.		
1	Income		
	Revenue from operations	1132.7	3542.03
	Other income	26.24	191.68
	Total income	1158.94	3733.71
2	Expenses		
(a)	Cost of materials consumed	662.64	1791.34
(b)	Purchases of stock-in-trade	89.05	257.03
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-53.08	-56.49
(d)	Employee benefit expense	114.31	455.23
(e)	Finance costs	6.45	20.22
(f)	Depreciation, depletion and amortisation expense	16.04	59.93
(g)	Other Expenses		
1	Manufacturing expenses	110.03	401.75
2	Other expenses	55.61	223.89
	Total other expenses	165.64	625.64
	Total expenses	1001.05	3152.9
3	Total profit before exceptional items and tax	157.89	580.81
4	Exceptional items	0	-7
5	Total profit before tax	157.89	573.81
6	Tax expense		
7	Current tax	44.5	124.5
8	Deferred tax	-3.33	2.88
9	Total tax expenses	41.17	127.38
10	Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement	0	0
11	Net Profit Loss for the period from continuing operations	116.72	446.43
12	Profit (loss) from discontinued operations before tax	0	0
13	Tax expense of discontinued operations	0	0
14	Net profit (loss) from discontinued operation after tax	0	0
15	Share of profit (loss) of associates and joint ventures accounted for using equity method	0	0
16	Total profit (loss) for period	116.72	446.43
17	Other comprehensive income net of taxes	-1.38	-2.71
18	Total Comprehensive Income for the period	115.34	443.72
19	Total profit or loss, attributable to		
	Profit or loss, attributable to owners of parent		
	Total profit or loss, attributable to non-controlling interests		
20	Total Comprehensive income for the period attributable to		
	Comprehensive income for the period attributable to owners of parent		
	Total comprehensive income for the period attributable to owners of parent non-controlling interests		
21	Details of equity share capital		
	Paid-up equity share capital	374.26	374.26
	Face value of equity share capital	10	10
22	Reserves excluding revaluation reserve	0	

23	Earnings per share			
i	Earnings per equity share for continuing operations			
	Basic earnings (loss) per share from continuing operations	3.09	11.98	
	Diluted earnings (loss) per share from continuing operations	3.09	11.98	
ii	Earnings per equity share for discontinued operations			
	Basic earnings (loss) per share from discontinued operations	0	0	
	Diluted earnings (loss) per share from discontinued operations	0	0	
iii	Earnings per equity share (for continuing and discontinued operations)			
	Basic earnings (loss) per share from continuing and discontinued operations	3.09	11.98	
	Diluted earnings (loss) per share from continuing and discontinued operations	3.09	11.98	
24	Debt equity ratio	0.07	0.07	Textual Information(1)
25	Debt service coverage ratio	39.7	39.7	Textual Information(2)
26	Interest service coverage ratio			Textual Information(3)
27	Disclosure of notes on financial results	Textual Information(4)		

Text Block	
Textual Information(4)	<p>1. These audited standalone financial results have been prepared in accordance with Indian Accounting Standards (IND-AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.</p> <p>2. The above audited standalone financial results for the quarter and period ended 31st March, 2026 in respect of Diffusion Engineers Limited have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 16th May, 2026. The Statutory auditors have expressed unmodified opinion on audited financial results for the quarter and period ended 31st March, 2026.</p> <p>3. The audited standalone Financial Results for the quarter ended 31st March, 2026 is the balancing figures between unaudited standalone figures in respect of the nine-month period ended 31st December, 2025 and period ended 31st March, 2026. The figures for the year ended 31st March, 2025 are extracted from the audited Financials Statement of that period.</p> <p>4. As a result of the Management review mechanism, the Company has one segment "Welding Fabrication Technology and Engineering" which includes Manufacturing, Trading and Job Work.</p> <p>5. During the quarter ended 30th June, 2025 the Company has received dividend of USD 5,90,000 from its wholly owned subsidiary - Diffusion Engineers Singapore Pte. Ltd.</p> <p>6. Diffusion Wear Solutions Middle East for Welding Wire Rods Electrodes and Similar Products Manufacturing LLC – S.P.C a wholly owned subsidiary was incorporated in United Arab Emirates (UAE) in financial year 2025-2026.</p> <p>7. Exceptional Item On 21 November 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws (collectively referred to as "the New Labour Codes"). The Ministry of Labour & Employment published draft Central Rules and FAQs to clarify certain aspects and enable assessment of the financial impact due to changes in regulations. Amongst other things, the New Labour Codes prescribes a uniform definition of wages based on which certain employee benefits such as gratuity, leave encashment, contributions to provident fund and statutory bonus are required to be computed. The Group has assessed and disclosed the incremental impact of these changes on the basis of the best information available, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and the non-recurring nature of the impact of the New Labour Codes, the Group has presented the one-time impact of the New Labour Codes, primarily pertaining to provisions for long-term employee benefits such as gratuity and compensated absences, as an exceptional item in the standalone financial results for the quarter and period ended 31st March, 2026. The Group continues to monitor the developments pertaining to the New Labour Codes and will evaluate the impact, if any, on the measurement of liabilities pertaining to employee benefits.</p> <p>8. The shareholders of the Company, by way of Postal Ballot through remote e-voting concluded on June 29, 2025, approved the creation, offer, issue, grant and allotment of up to 7,00,000 (Seven Lakh) Employee Stock Options Options to eligible employees of the Company and its subsidiaries under the Diffusion Engineers Limited Employee Stock Option Scheme 2025, and further approved the secondary acquisition of equity shares through an employee welfare trust, namely Diffusion ESOP Trust, including the grant of a loan to the irrevocable Trust to enable it to acquire equity shares of the Company by way of secondary acquisition for implementation of the said Scheme.</p> <p>Pursuant to the above approvals, the Nomination and Remuneration Committee NRC, through a resolution passed by circulation on December 25, 2025, approved the grant of 3,00,000 Employee Stock Options to eligible employees under the Scheme at an exercise price of 325 per Option.</p> <p>Diffusion ESOP Trust holds 3,00,000 equity shares of face value 10 each under the Company's ESOP scheme and the grant letters dated 27th December 2025 were given to eligible employees of which 1,00,000 options were accepted by eligible employees, at an exercise price of 325 per equity share. The options granted under the scheme vest in four tranches of 25 percentage each, subject to satisfaction of applicable vesting conditions. The fair value of stock options (at grant date) is recognised as an expense in the Statement of Profit and Loss within employee benefits as employee compensation cost over the vesting period, with a corresponding increase in ESOP Reserve (a component of equity).</p> <p>The Company's equity shares held by a trust, which is consolidated as a part of the Company, are classified as Treasury shares. Treasury shares are carried at acquisition cost and presented as a deduction from total equity as "Treasury share reserve"</p> <p>9. The figures of previous periods / year are reclassified, regrouped and rearranged wherever necessary so as to make them comparable with current period's figures</p>

Statement of Asset and Liabilities		
Particulars		Year ended (dd-mm-yyyy)
Date of start of reporting period		01-04-2025
Date of end of reporting period		31-03-2026
Whether results are audited or unaudited		Audited
Nature of report standalone or consolidated		Standalone
Assets		
1	Non-current assets	
	Property, plant and equipment	1076.16
	Capital work-in-progress	221.7
	Investment property	0
	Goodwill	0
	Other intangible assets	6.04
	Intangible assets under development	
	Biological assets other than bearer plants	
	Investments accounted for using equity method	
	Non-current financial assets	
	Non-current investments	421.7
	Trade receivables, non-current	
	Loans, non-current	0
	Other non-current financial assets	
1	Other financial assets	104.05
2		
3		
4		
5		
	Details of other non-current financial assets	
	Total of other non-current financial assets	104.05
	Total non-current financial assets	525.75
	Deferred tax assets (net)	
	Other non-current assets	
1		
2		
3		
4		
5		
	Details of other non-current assets	
	Total of other non-current assets	
	Total non-current assets	1829.65
2	Current assets	
	Inventories	673.63
	Current financial asset	
	Current investments	0
	Trade receivables, current	1097.46
	Cash and cash equivalents	939.64
	Bank balance other than cash and cash equivalents	0.03
	Loans, current	145.04
	Other current financial assets	
1	Others financial assets	12.12
2		
3		
4		
5		

	Details of other current financial assets	
	Total of Other current financial assets	12.12
	Total current financial assets	2194.29
	Current tax assets (net)	0
	Other current assets	
1	Other current assets	70.89
2		
3		
4		
5		
	Details of other current assets	
	Total of other current assets	70.89
	Total current assets	2938.81
3	Non-current assets classified as held for sale	
4	Regulatory deferral account debit balances and related deferred tax Assets	
	Total assets	4768.46
	Equity and liabilities	
1	Equity	
	Equity attributable to owners of parent	
	Equity share capital	374.26
	Other equity	3470.61
	Total equity attributable to owners of parent	3844.87
	Non controlling interest	
	Total equity	3844.87
2	Liabilities	
	Non-current liabilities	
	Non-current financial liabilities	
	Borrowings, non-current	0
	Trade Payables, non-current	
	(A) Total outstanding dues of micro enterprises and small enterprises	
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	
	Total Trade payable	
	Other non-current financial liabilities	
1	Other financial liabilities	4.87
2		
3		
4		
5		
	Details of other non-current financial liabilities	
	Total of other non-current financial liabilities	4.87
	Total non-current financial liabilities	4.87
	Provisions, non-current	0
	Deferred tax liabilities (net)	58.86
	Deferred government grants, Non-current	0
	Other non-current liabilities	
1		
2		
3		
4		
5		
	Details of other non-current liabilities	
	Total of other non-current liabilities	
	Total non-current liabilities	63.73
	Current liabilities	
	Current financial liabilities	
	Borrowings, current	274.79

	Trade Payables, current	
	(A) Total outstanding dues of micro enterprises and small enterprises	67.83
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	318.81
	Total Trade payable	386.64
	Other current financial liabilities	
1	Other financial liabilities	13.02
2		
3		
4		
5		
	Details of other current financial liabilities	
	Total of other current financial liabilities	13.02
	Total current financial liabilities	674.45
	Other current liabilities	
1	Other current liabilities	169.52
2		
3		
4		
5		
	Details of other current liabilities	
	Total of other current liabilities	169.52
	Provisions, current	6.4
	Current tax liabilities (Net)	9.49
	Deferred government grants, Current	
	Total current liabilities	859.86
3	Liabilities directly associated with assets in disposal group classified as held for sale	
4	Regulatory deferral account credit balances and related deferred tax liability	
	Total liabilities	923.59
	Total equity and liabilities	4768.46
	Disclosure of notes on assets and liabilities	

Other Comprehensive Income			
Date of start of reporting period		01-01-2026	01-04-2025
Date of end of reporting period		31-03-2026	31-03-2026
Whether results are audited or unaudited		Audited	Audited
Nature of report standalone or consolidated		Standalone	Standalone
Other comprehensive income [Abstract]			
1	Amount of items that will not be reclassified to profit and loss		
1	Remeasurements of the defined benefit plans	-1.84	-3.61
2	Income tax effect on above	0.46	0.90
	Total Amount of items that will not be reclassified to profit and loss	-1.38	-2.71
2	Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00
3	Amount of items that will be reclassified to profit and loss		
	Total Amount of items that will be reclassified to profit and loss		
4	Income tax relating to items that will be reclassified to profit or loss		
5	Total Other comprehensive income	-1.38	-2.71

Cash flow statement, indirect		
Particulars		Year ended (dd-mm-yyyy)
Date of start of reporting period		01-04-2025
Date of end of reporting period		31-03-2026
Whether results are audited or unaudited		Audited
Nature of report standalone or consolidated		Standalone
Part I	Blue color marked fields are non-mandatory.	
1	Statement of cash flows	
	Cash flows from used in operating activities	
	Profit before tax	573.81
2	Adjustments for reconcile profit (loss)	
	Adjustments for finance costs	0
	Adjustments for decrease (increase) in inventories	-51.77
	Adjustments for decrease (increase) in trade receivables, current	-260.14
	Adjustments for decrease (increase) in trade receivables, non-current	0
	Adjustments for decrease (increase) in other current assets	-8.45
	Adjustments for decrease (increase) in other non-current assets	0
	Adjustments for other financial assets, non-current	0
	Adjustments for other financial assets, current	0
	Adjustments for other bank balances	0
	Adjustments for increase (decrease) in trade payables, current	66.81
	Adjustments for increase (decrease) in trade payables, non-current	0
	Adjustments for increase (decrease) in other current liabilities	31.18
	Adjustments for increase (decrease) in other non-current liabilities	0
	Adjustments for depreciation and amortisation expense	59.93
	Adjustments for impairment loss reversal of impairment loss recognised in profit or loss	0
	Adjustments for provisions, current	2.17
	Adjustments for provisions, non-current	0
	Adjustments for other financial liabilities, current	0
	Adjustments for other financial liabilities, non-current	0
	Adjustments for unrealised foreign exchange losses gains	0
	Adjustments for dividend income	0
	Adjustments for interest income	149.2
	Adjustments for share-based payments	0
	Adjustments for fair value losses (gains)	-26.81
	Adjustments for undistributed profits of associates	0
	Other adjustments for which cash effects are investing or financing cash flow	12.48
	Other adjustments to reconcile profit (loss)	14.57
	Other adjustments for non-cash items	0
	Share of profit and loss from partnership firm or association of persons or limited liability partnerships	0
	Total adjustments for reconcile profit (loss)	-309.23
	Net cash flows from (used in) operations	264.58
	Dividends received	0
	Interest paid	-20.22
	Interest received	0
	Income taxes paid (refund)	110.08
	Other inflows (outflows) of cash	0
	Net cash flows from (used in) operating activities	174.72
3	Cash flows from used in investing activities	
	Cash flows from losing control of subsidiaries or other businesses	0
	Cash flows used in obtaining control of subsidiaries or other businesses	0
	Other cash receipts from sales of equity or debt instruments of other entities	0
	Other cash payments to acquire equity or debt instruments of other entities	18.55
	Other cash receipts from sales of interests in joint ventures	0

	Other cash payments to acquire interests in joint ventures	0
	Cash receipts from share of profits of partnership firm or association of persons or limited liability partnerships	0
	Cash payment for investment in partnership firm or association of persons or limited liability partnerships	0
	Proceeds from sales of property, plant and equipment	0
	Purchase of property, plant and equipment	375.57
	Proceeds from sales of investment property	26.81
	Purchase of investment property	87.74
	Proceeds from sales of intangible assets	0
	Purchase of intangible assets	1.2
	Proceeds from sales of intangible assets under development	0
	Purchase of intangible assets under development	0
	Proceeds from sales of goodwill	0
	Purchase of goodwill	0
	Proceeds from biological assets other than bearer plants	0
	Purchase of biological assets other than bearer plants	0
	Proceeds from government grants	0
	Proceeds from sales of other long-term assets	0
	Purchase of other long-term assets	0
	Cash advances and loans made to other parties	0
	Cash receipts from repayment of advances and loans made to other parties	0
	Cash payments for future contracts, forward contracts, option contracts and swap contracts	0
	Cash receipts from future contracts, forward contracts, option contracts and swap contracts	0
	Dividends received	0
	Interest received	149.2
	Income taxes paid (refund)	0
	Other inflows (outflows) of cash	0
	Net cash flows from (used in) investing activities	-307.05
4	Cash flows from used in financing activities	
	Proceeds from changes in ownership interests in subsidiaries	0
	Payments from changes in ownership interests in subsidiaries	0
	Proceeds from issuing shares	0
	Proceeds from issuing other equity instruments	0
	Payments to acquire or redeem entity's shares	89.67
	Payments of other equity instruments	0
	Proceeds from exercise of stock options	0
	Proceeds from issuing debentures notes bonds etc	0
	Proceeds from borrowings	58.48
	Repayments of borrowings	0
	Payments of lease liabilities	0
	Dividends paid	56.11
	Interest paid	20.22
	Income taxes paid (refund)	0
	Other inflows (outflows) of cash	-5.01
	Net cash flows from (used in) financing activities	-112.53
	Net increase (decrease) in cash and cash equivalents before effect of exchange rate changes	-244.86
5	Effect of exchange rate changes on cash and cash equivalents	
	Effect of exchange rate changes on cash and cash equivalents	0
	Net increase (decrease) in cash and cash equivalents	-244.86
	Cash and cash equivalents cash flow statement at beginning of period	1184.5
	Cash and cash equivalents cash flow statement at end of period	939.64

Format for Disclosure of Related Party Transactions (applicable only for half-yearly filings i.e., 2nd and 4th quarter)																							
														Additional disclosure of related party transactions - applicable only in case the related party transaction relates to loans, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.									
Sr. No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty			Type of related party transaction	Details of other related party transaction	Value of the related party transaction as approved by the audit committee	Remarks on approval by audit committee	Value of the related party transaction ratified by the audit committee	Date of Audit Committee Meeting where the ratification was approved	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments				Details of the loans, inter-corporate deposits, advances or investments				
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary								Opening balance	Closing balance	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Details of other indebtedness	Cost	Tenure	Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Rate (%)	Tenure	Secured/ unsecured	Purpose for which the funds will be utilised by the ultimate recipient of funds (endusage)
1	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Engineers Singapore Pte. Ltd.	ZZZZ9999Z	Subsidiary Company	Sale of goods or services		80	Approved by audit committee			24.89	13.64	8.4									
2	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Hermon Adhesive & Sealants Pvt Ltd	AAECD3939Q	Subsidiary Company	Sale of goods or services		5	Approved by audit committee			0.19	0.59	-0.44									
3	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Super-Conditioning Services Pvt. Ltd.	AABCD3851A	Subsidiary Company	Sale of goods or services		100	Approved by audit committee			4.71	26.46	0.22									
4	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Wear Solutions Philippines Inc.	ZZZZ9999Z	Stepdown Subsidiary Company	Sale of goods or services		170	Approved by audit committee			70.95	63.92	11.81									
5	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Mecdiff SD. BHD.	ZZZZ9999Z	Associate of Subsidiary	Sale of goods or services		20	Approved by audit committee			9.06	4.03	0.07									
6	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Nowelco Industries Pvt. Ltd.	AABCN7626F	Subsidiary Company	Sale of goods or services		220	Approved by audit committee			12.15	8.37	16.8									
7	DIFFUSION ENGINEERS LIMITED	AAACD8008L	M/s Benvira Forward Algorithms LLP	AAKCB7258A	Common Management	Sale of goods or services		50	Approved by audit committee			0	6.42	6.43									
8	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Eurasia Muhendislik Sanayi Ve Ticaret Anonim Sirketi	ZZZZ9999Z	Subsidiary Company	Sale of goods or services		200	Approved by audit committee			33.26	3.49	22.71									
9	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Benvira Forward Algorithms Private Limited	AAKCB7258A	Common Management	Purchase of goods or services		20	Approved by audit committee			0	6.42	6.43									
10	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Super-Conditioning Services Pvt. Ltd.	AABCD3851A	Subsidiary Company	Purchase of goods or services		10	Approved by audit committee			0	26.46	0.22									
11	DIFFUSION ENGINEERS LIMITED	AAACD8008L	LSN Diffusion Ltd	ZZZZ9999Z	Associate Company	Purchase of goods or services		150	Approved by audit committee			50.88	-4.71	-2.49									
12	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Nowelco Industries Pvt. Ltd.	AABCN7626F	Subsidiary Company	Purchase of goods or services		130	Approved by audit committee			67.64	8.37	16.8									
13	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Engineers Singapore Pte. Ltd.	ZZZZ9999Z	Subsidiary Company	Purchase of goods or services		100	Approved by audit committee			0	13.64	8.4									
14	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Hermon Adhesive & Sealants Pvt Ltd	AAECD3939Q	Subsidiary Company	Purchase of goods or services		5	Approved by audit committee			0.97	0.59	-0.44									
15	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Benvira Forward Algorithms Private Limited	AAKCB7258A	Common Management	Any other transaction	Reimbursement		NA			0.01	6.42	6.43									
16	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Hermon Adhesive & Sealants Pvt Ltd	AAECD3939Q	Subsidiary Company	Any other transaction	Reimbursement		NA			0.05	0.59	-0.44									
17	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Super-Conditioning Services Pvt. Ltd.	AABCD3851A	Subsidiary Company	Any other transaction	Reimbursement		NA			1.17	26.46	0.22									
18	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Nowelco Industries Pvt. Ltd.	AABCN7626F	Subsidiary Company	Any other transaction	Reimbursement		NA			7.95	8.37	16.8									
19	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Engineers Singapore Pte. Ltd.	ZZZZ9999Z	Subsidiary Company	Any other transaction	Debit / (Credit) due to exchange fluctuation		NA			7.05	13.64	8.04									
20	DIFFUSION ENGINEERS LIMITED	AAACD8008L	LSN Diffusion Ltd	ZZZZ9999Z	Associate Company	Any other transaction	Debit / (Credit) due to exchange fluctuation		NA			0.03	-4.71	-2.49									
21	DIFFUSION ENGINEERS LIMITED	AAACD8008L	Diffusion Wear Solutions Philippines Inc.	ZZZZ9999Z	Stepdown Subsidiary Company	Any other transaction	Debit / (Credit) due to exchange fluctuation		NA			4.08	63.92	11.81									

Details of Impact of Audit Qualification			
Whether results are audited or unaudited		Audited	
Declaration of unmodified opinion or statement on impact of audit qualification		Declaration of unmodified opinion	
Auditor's opinion			
Declaration pursuant to Regulation 33 (3) (d) of SEBI (LODR) Regulation, 2015: The company declares that its Statutory Auditor/s have issued an Audit Report with unmodified opinion for the period on Standalone results		Yes	
	Audit firm's name	Whether the firm holds a valid peer review certificate issued by Peer Review Board of ICAI	Certificate valid upto
1	M/S PGS and Associates	Yes	31-08-2027

Statement on Deviation or Variation for proceeds of Public Issue, Rights Issue, Preferential Issue, Qualified Institutions Placement Etc. (1)	
Mode of Fund Raising	Public Issues
Description of mode of fund raising (Applicable in case of others is selected)	
Date of Raising Funds	01-10-2024
Amount Raised	1579.64
Report filed for Quarter ended	31-03-2026
Monitoring Agency	Applicable
Monitoring Agency Name, if applicable	Crisil Ratings Limited
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	
If Yes, Date of shareholder Approval	
Explanation for the Deviation / Variation	
Comments of the Audit Committee after review	
Comments of the auditors, if any	

Signatory Details	
Name of signatory	Prashant Garg
Designation of person	Managing Director
Place	Nagpur
Date	16-05-2026

General information about company	
Scrip code*	544264
NSE Symbol*	DIFFNKG
MSEI Symbol*	NOTLISTED
ISIN*	INE184O01015
Name of company	DIFFUSION ENGINEERS LIMITED
Type of company	Main Board
Class of security	Equity
Date of start of financial year	01-04-2025
Date of end of financial year	31-03-2026
Date of board meeting when results were approved	16-05-2026
Date on which prior intimation of the meeting for considering financial results was informed to the exchange	12-05-2026
Description of presentation currency	INR
Level of rounding	Millions
Reporting Type	Quarterly
Reporting Quarter	Fourth quarter
Nature of report standalone or consolidated	Consolidated
Whether results are audited or unaudited for the quarter ended	Audited
Whether results are audited or unaudited for the Year to date for current period ended/year ended	Audited
Segment Reporting	Single segment
Description of single segment	Welding Fabrication Technology and Engineering
Start date and time of board meeting	16-05-2026 15:30
End date and time of board meeting	16-05-2026 18:35
Whether cash flow statement is applicable on company	Yes
Type of cash flow statement	Cash Flow Indirect
Declaration of unmodified opinion or statement on impact of audit qualification	Declaration of unmodified opinion

Financial Results – Ind-AS			
Particulars		3 months/ 6 months ended (dd-mm-yyyy)	Year to date figures for current period ended (dd-mm-yyyy)
Date of start of reporting period		01-01-2026	01-04-2025
Date of end of reporting period		31-03-2026	31-03-2026
Whether results are audited or unaudited		Audited	Audited
Nature of report standalone or consolidated		Consolidated	Consolidated
Part I	Blue color marked fields are non-mandatory. For Consolidated Results, if the company has no figures for 3 months / 6 months ended, in such case zero shall be inserted in the said column.		
1	Income		
	Revenue from operations	1415.74	4066.28
	Other income	29.13	149.92
	Total income	1444.87	4216.2
2	Expenses		
(a)	Cost of materials consumed	702.41	1805.05
(b)	Purchases of stock-in-trade	261.56	532.69
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-94.8	-80.23
(d)	Employee benefit expense	124.92	483.88
(e)	Finance costs	6.54	21.47
(f)	Depreciation, depletion and amortisation expense	18.54	68.45
(g)	Other Expenses		
1	Manufacturing expenses	139.25	478.58
2	Other expenses	75.51	274.88
	Total other expenses	214.76	753.46
	Total expenses	1233.93	3584.77
3	Total profit before exceptional items and tax	210.94	631.43
4	Exceptional items	0	-7
5	Total profit before tax	210.94	624.43
6	Tax expense		
7	Current tax	56.05	144.49
8	Deferred tax	-4.39	1.76
9	Total tax expenses	51.66	146.25
10	Net movement in regulatory deferral account balances related to profit or loss and the related deferred tax movement	0	0
11	Net Profit Loss for the period from continuing operations	159.28	478.18
12	Profit (loss) from discontinued operations before tax	0	0
13	Tax expense of discontinued operations	0	0
14	Net profit (loss) from discontinued operation after tax	0	0
15	Share of profit (loss) of associates and joint ventures accounted for using equity method	0.42	25.92
16	Total profit (loss) for period	159.7	504.1
17	Other comprehensive income net of taxes	7.14	7.79
18	Total Comprehensive Income for the period	166.84	511.89
19	Total profit or loss, attributable to		
	Profit or loss, attributable to owners of parent	0	0
	Total profit or loss, attributable to non-controlling interests	0	0
20	Total Comprehensive income for the period attributable to		
	Comprehensive income for the period attributable to owners of parent	0	0
	Total comprehensive income for the period attributable to owners of parent non-controlling interests	0	0

21	Details of equity share capital			
	Paid-up equity share capital	374.26	374.26	
	Face value of equity share capital	10	10	
22	Reserves excluding revaluation reserve		0	
23	Earnings per share			
i	Earnings per equity share for continuing operations			
	Basic earnings (loss) per share from continuing operations	4.29	13.5	
	Diluted earnings (loss) per share from continuing operations	4.29	13.5	
ii	Earnings per equity share for discontinued operations			
	Basic earnings (loss) per share from discontinued operations	0	0	
	Diluted earnings (loss) per share from discontinued operations	0	0	
iii	Earnings per equity share (for continuing and discontinued operations)			
	Basic earnings (loss) per share from continuing and discontinued operations	4.29	13.5	
	Diluted earnings (loss) per share from continuing and discontinued operations	4.29	13.5	
24	Debt equity ratio	0.07	0.07	Textual Information(1)
25	Debt service coverage ratio	43.38	43.38	Textual Information(2)
26	Interest service coverage ratio	0	0	Textual Information(3)
27	Disclosure of notes on financial results	Textual Information(4)		

Text Block

Textual Information(4)

1. These audited consolidated financial results have been prepared in accordance with Indian Accounting Standards (IND-AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The above audited consolidated financial results for the quarter and period ended 31st March, 2026 in respect of Diffusion Engineers Limited have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 16th May, 2026. The Statutory auditors have expressed unmodified opinion on the audited financial results for the quarter and year ended 31st March, 2026.
3. The audited consolidated Financial Results for the quarter ended 31st March, 2026 is the balancing figures between audited consolidated figures in respect of the year ended 31st March, 2026 and unaudited consolidated figures for nine-months ended 31st December, 2025. The figures for the year ended 31st March, 2025 are extracted from the audited Financials Statement of that period.
4. As a result of the Management review mechanism, the Company has one segment "Welding Fabrication Technology and Engineering" which includes Manufacturing, Trading and Job Work.
5. During the quarter ended 30th June, 2025 the Company has received dividend of USD 5,90,000 from its wholly owned subsidiary - Diffusion Engineers Singapore Pte. Ltd., which has been eliminated while consolidating the above financial result as per IND- AS 110.
6. "Diffusion Wear Solutions Middle East for Welding Wire Rods Electrodes and Similar Products Manufacturing LLC – S.P.C", a wholly owned subsidiary was incorporated in the United Arab Emirates (UAE) in the financial year 2025-2026.
7. Exceptional Item
On 21 November 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws (collectively referred to as "the New Labour Codes"). The Ministry of Labour & Employment published draft Central Rules and FAQs to clarify certain aspects and enable assessment of the financial impact due to changes in regulations. Amongst other things, the New Labour Codes prescribes a uniform definition of wages based on which certain employee benefits such as gratuity, leave encashment, contributions to provident fund and statutory bonus are required to be computed. The Group has assessed and disclosed the incremental impact of these changes on the basis of the best information available, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and the non-recurring nature of the impact of the New Labour Codes, the Group has presented the one-time impact of the New Labour Codes, primarily pertaining to provisions for long-term employee benefits such as gratuity and compensated absences, as an exceptional item in the consolidated financial results for the year ended 31st March, 2026. The Group continues to monitor the developments pertaining to the New Labour Codes and will evaluate the impact, if any, on the measurement of liabilities pertaining to employee benefits.
8. The shareholders of the Company, by way of Postal Ballot through remote e-voting concluded on June 29, 2025, approved the creation, offer, issue, grant and allotment of up to 7,00,000 (Seven Lakh) Employee Stock Options ("Options") to eligible employees of the Company and its subsidiaries under the Diffusion Engineers Limited – Employee Stock Option Scheme 2025, and further approved the secondary acquisition of equity shares through an employee welfare trust, namely "Diffusion ESOP Trust" ("Trust"), including the grant of a loan to the irrevocable Trust to enable it to acquire equity shares of the Company by way of secondary acquisition for implementation of the said Scheme.

Pursuant to the above approvals, the Nomination and Remuneration Committee ("NRC"), through a resolution passed by circulation on December 25, 2025, approved the grant of 3,00,000 (Three Lakh) Employee Stock Options to eligible employees under the Scheme at an exercise price of Rs 325/- per Option.

Diffusion ESOP Trust holds 3,00,000 equity shares of face value Rs10 each under the Company's ESOP scheme and the grant letters dated 27th December 2025 were given to eligible employees of which 1,00,000 options were accepted by eligible employees, at an exercise price of Rs 325 per equity share. The options granted under the scheme vest in four tranches of 25% each, subject to satisfaction of applicable vesting conditions.

The fair value of stock options (at grant date) is recognised as an expense in the Statement of Profit and Loss within employee benefits as employee compensation cost over the vesting period, with a corresponding increase in ESOP Reserve (a component of equity).

The Company's equity shares held by a trust, which is consolidated as a part of the Company, are classified as Treasury shares. Treasury shares are carried at acquisition cost and presented as a deduction from total equity as "Treasury share reserve"
9. The figures of previous periods / year are reclassified, regrouped and rearranged wherever necessary so as to make them comparable with current period's figures.

Statement of Asset and Liabilities		
Particulars		Year ended (dd-mm-yyyy)
Date of start of reporting period		01-04-2025
Date of end of reporting period		31-03-2026
Whether results are audited or unaudited		Audited
Nature of report standalone or consolidated		Consolidated
Assets		
1	Non-current assets	
	Property, plant and equipment	1097.35
	Capital work-in-progress	229.75
	Investment property	0
	Goodwill	0
	Other intangible assets	6.04
	Intangible assets under development	0
	Biological assets other than bearer plants	0
	Investments accounted for using equity method	0
	Non-current financial assets	
	Non-current investments	429.86
	Trade receivables, non-current	0
	Loans, non-current	0
	Other non-current financial assets	
1	Other financial assets	104.41
2		
3		
4		
5		
	Details of other non-current financial assets	
	Total of other non-current financial assets	104.41
	Total non-current financial assets	534.27
	Deferred tax assets (net)	0
	Other non-current assets	
1		
2		
3		
4		
5		
	Details of other non-current assets	
	Total of other non-current assets	
	Total non-current assets	1867.41
2	Current assets	
	Inventories	736.74
	Current financial asset	
	Current investments	0
	Trade receivables, current	1281.79
	Cash and cash equivalents	975.6
	Bank balance other than cash and cash equivalents	0.03
	Loans, current	108.96
	Other current financial assets	
1	Others financial assets	14.1

2		
3		
4		
5		
	Details of other current financial assets	
	Total of Other current financial assets	14.1
	Total current financial assets	2380.48
	Current tax assets (net)	
	Other current assets	
1	Other current assets	119.68
2		
3		
4		
5		
	Details of other current assets	
	Total of other current assets	119.68
	Total current assets	3236.9
3	Non-current assets classified as held for sale	
4	Regulatory deferral account debit balances and related deferred tax Assets	
	Total assets	5104.31
	Equity and liabilities	
1	Equity	
	Equity attributable to owners of parent	
	Equity share capital	374.26
	Other equity	3676.26
	Total equity attributable to owners of parent	4050.52
	Non controlling interest	5.34
	Total equity	4055.86
2	Liabilities	
	Non-current liabilities	
	Non-current financial liabilities	
	Borrowings, non-current	0
	Trade Payables, non-current	
	(A) Total outstanding dues of micro enterprises and small enterprises	
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	
	Total Trade payable	
	Other non-current financial liabilities	
1	Other financial liabilities	5.12
2		
3		
4		
5		
	Details of other non-current financial liabilities	
	Total of other non-current financial liabilities	5.12
	Total non-current financial liabilities	5.12
	Provisions, non-current	0
	Deferred tax liabilities (net)	56.79
	Deferred government grants, Non-current	
	Other non-current liabilities	
1		
2		
3		

4		
5		
	Details of other non-current liabilities	
	Total of other non-current liabilities	
	Total non-current liabilities	61.91
	Current liabilities	
	Current financial liabilities	
	Borrowings, current	286.24
	Trade Payables, current	
	(A) Total outstanding dues of micro enterprises and small enterprises	68.37
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	397.44
	Total Trade payable	465.81
	Other current financial liabilities	
1	Other financial liabilities	20.12
2		
3		
4		
5		
	Details of other current financial liabilities	
	Total of other current financial liabilities	20.12
	Total current financial liabilities	772.17
	Other current liabilities	
1	Other current liabilities	188.41
2		
3		
4		
5		
	Details of other current liabilities	
	Total of other current liabilities	188.41
	Provisions, current	25.96
	Current tax liabilities (Net)	
	Deferred government grants, Current	
	Total current liabilities	986.54
3	Liabilities directly associated with assets in disposal group classified as held for sale	
4	Regulatory deferral account credit balances and related deferred tax liability	
	Total liabilities	1048.45
	Total equity and liabilities	5104.31
	Disclosure of notes on assets and liabilities	

Other Comprehensive Income			
	Date of start of reporting period	01-01-2026	01-04-2025
	Date of end of reporting period	31-03-2026	31-03-2026
	Whether results are audited or unaudited	Audited	Audited
	Nature of report standalone or consolidated	Consolidated	Consolidated
	Other comprehensive income [Abstract]		
1	Amount of items that will not be reclassified to profit and loss		
1	Remeasurements of the defined benefit plans	-1.84	-3.61
2	Income tax effect on above	0.46	0.91
	Total Amount of items that will not be reclassified to profit and loss	-1.38	-2.70
2	Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00
3	Amount of items that will be reclassified to profit and loss		
	Total Amount of items that will be reclassified to profit and loss		
4	Income tax relating to items that will be reclassified to profit or loss	-8.52	-10.49
5	Total Other comprehensive income	7.14	7.79

Cash flow statement, indirect		
Particulars		Year ended (dd-mm-yyyy)
Date of start of reporting period		01-04-2025
Date of end of reporting period		31-03-2026
Whether results are audited or unaudited		Audited
Nature of report standalone or consolidated		Consolidated
Part I	Blue color marked fields are non-mandatory.	
1	Statement of cash flows	
	Cash flows from used in operating activities	
	Profit before tax	624.43
2	Adjustments for reconcile profit (loss)	
	Adjustments for finance costs	0
	Adjustments for decrease (increase) in inventories	-54.01
	Adjustments for decrease (increase) in trade receivables, current	-430.11
	Adjustments for decrease (increase) in trade receivables, non-current	0
	Adjustments for decrease (increase) in other current assets	-51.54
	Adjustments for decrease (increase) in other non-current assets	0
	Adjustments for other financial assets, non-current	0
	Adjustments for other financial assets, current	0
	Adjustments for other bank balances	0
	Adjustments for increase (decrease) in trade payables, current	179.83
	Adjustments for increase (decrease) in trade payables, non-current	0
	Adjustments for increase (decrease) in other current liabilities	50.97
	Adjustments for increase (decrease) in other non-current liabilities	0
	Adjustments for depreciation and amortisation expense	68.45
	Adjustments for impairment loss reversal of impairment loss recognised in profit or loss	0
	Adjustments for provisions, current	4.46
	Adjustments for provisions, non-current	0
	Adjustments for other financial liabilities, current	0
	Adjustments for other financial liabilities, non-current	-0.9
	Adjustments for unrealised foreign exchange losses gains	10.5
	Adjustments for dividend income	0
	Adjustments for interest income	75.84
	Adjustments for share-based payments	0
	Adjustments for fair value losses (gains)	12.75
	Adjustments for undistributed profits of associates	0
	Other adjustments for which cash effects are investing or financing cash flow	0
	Other adjustments to reconcile profit (loss)	11.94
	Other adjustments for non-cash items	0
	Share of profit and loss from partnership firm or association of persons or limited liability partnerships	0
	Total adjustments for reconcile profit (loss)	-273.5
	Net cash flows from (used in) operations	350.93
	Dividends received	0
	Interest paid	-21.46
	Interest received	0
	Income taxes paid (refund)	144.49
	Other inflows (outflows) of cash	0
	Net cash flows from (used in) operating activities	227.9
3	Cash flows from used in investing activities	
	Cash flows from losing control of subsidiaries or other businesses	0

	Cash flows used in obtaining control of subsidiaries or other businesses	0
	Other cash receipts from sales of equity or debt instruments of other entities	0
	Other cash payments to acquire equity or debt instruments of other entities	0
	Other cash receipts from sales of interests in joint ventures	25.93
	Other cash payments to acquire interests in joint ventures	0
	Cash receipts from share of profits of partnership firm or association of persons or limited liability partnerships	0
	Cash payment for investment in partnership firm or association of persons or limited liability partnerships	0
	Proceeds from sales of property, plant and equipment	0
	Purchase of property, plant and equipment	408.65
	Proceeds from sales of investment property	0
	Purchase of investment property	96.6
	Proceeds from sales of intangible assets	0
	Purchase of intangible assets	1.21
	Proceeds from sales of intangible assets under development	0
	Purchase of intangible assets under development	0
	Proceeds from sales of goodwill	0
	Purchase of goodwill	0
	Proceeds from biological assets other than bearer plants	0
	Purchase of biological assets other than bearer plants	0
	Proceeds from government grants	0
	Proceeds from sales of other long-term assets	0
	Purchase of other long-term assets	0
	Cash advances and loans made to other parties	0
	Cash receipts from repayment of advances and loans made to other parties	0
	Cash payments for future contracts, forward contracts, option contracts and swap contracts	0
	Cash receipts from future contracts, forward contracts, option contracts and swap contracts	0
	Dividends received	0
	Interest received	75.84
	Income taxes paid (refund)	0
	Other inflows (outflows) of cash	0
	Net cash flows from (used in) investing activities	-404.69
4	Cash flows from used in financing activities	
	Proceeds from changes in ownership interests in subsidiaries	0
	Payments from changes in ownership interests in subsidiaries	0
	Proceeds from issuing shares	0
	Proceeds from issuing other equity instruments	0
	Payments to acquire or redeem entity's shares	89.66
	Payments of other equity instruments	0
	Proceeds from exercise of stock options	0
	Proceeds from issuing debentures notes bonds etc	0
	Proceeds from borrowings	54.1
	Repayments of borrowings	0
	Payments of lease liabilities	0
	Dividends paid	56.11
	Interest paid	21.47
	Income taxes paid (refund)	0
	Other inflows (outflows) of cash	-5.01
	Net cash flows from (used in) financing activities	-118.15
	Net increase (decrease) in cash and cash equivalents before effect of exchange rate changes	-294.94
5	Effect of exchange rate changes on cash and cash equivalents	
	Effect of exchange rate changes on cash and cash equivalents	0
	Net increase (decrease) in cash and cash equivalents	-294.94

	Cash and cash equivalents cash flow statement at beginning of period	1270.54
	Cash and cash equivalents cash flow statement at end of period	975.6

Details of Impact of Audit Qualification			
Whether results are audited or unaudited		Audited	
Declaration of unmodified opinion or statement on impact of audit qualification		Declaration of unmodified opinion	
Auditor's opinion			
Declaration pursuant to Regulation 33 (3) (d) of SEBI (LODR) Regulation, 2015: The company declares that its Statutory Auditor/s have issued an Audit Report with unmodified opinion for the period on Consolidated results		Yes	
	Audit firm's name	Whether the firm holds a valid peer review certificate issued by Peer Review Board of ICAI	Certificate valid upto
1	M/S PGS and associates	Yes	31-08-2027

