



Feb 8, 2018

To,
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001.

Kind Attn. Kind Attn. Mr. Prasad Bhide

Dear Sirs,

Sub: Unaudited Financial Results of the Company for the quarter ended Dec 31, 2017

Further to our letter dated Jan 30, 2018, we wish to inform you that at the Meeting of the Board of Directors of the Company held on Feb 8, 2018, the Board approved and taken on record the Unaudited Financial Results of the Company for the quarter ended Dec 31, 2017.

A copy of the aforesaid financial results is enclosed for your kind reference. Also, a copy of the publication of the said financial results will be sent to you immediately after the results are published in the newspapers.

Kindly acknowledge receipt.

Thanking you

Yours faithfully
for SPEL Semiconductor Limited

A handwritten signature in black ink, appearing to read "S. S. Arunachalam". The signature is fluid and cursive, with a long horizontal stroke at the end.

S. S. Arunachalam
Company Secretary & Compliance Officer

Encl: as above

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

**TO THE BOARD OF DIRECTORS OF
SPEL SEMICONDUCTORS LIMITED**

1. We have reviewed the Unaudited Financial Results of **SPEL SEMICONDUCTORS LIMITED** ("the Company") for the quarter and nine months ended December 31, 2017 ("the Statement"), being prepared and submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. 'Line WIP' (classified as Work in Progress) as at December 31, 2017 aggregates Rs. 635.77 Lakhs in respect of which we are unable to validate the rates adopted by the Management for the items. Consequently, we are unable to comment on the impact, if any, on the attached Statement due to any adjustment that may be required to rates adopted. Further debtors for goods/services as at December 31, 2017 aggregates Rs. 3233.93 lakhs. Out of this we are unable to comment on the revenue recognised/recoverability of the certain debts and its resultant impact, if any, to the attached statement in the absence of confirmation from the customers.
4. Conclusion
Based on our review conducted as stated above, except for the possible effects of the matter stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

M.S. Krishnaswami & Rajan
Chartered Accountants
Firm's Registration No. 011545


M.S. Murali
Partner
Membership No. 26453
February 8, 2018
Chennai.



SPEL Semiconductor Limited

Registered Office & Factory: 5 CMDA Industrial Estate, MM Nagar (Chennai) 603209

CIN: L3220LTN1984PLC011434, Email: info@spel.com website: www.spel.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017

S.No.	Particulars	Amount in Lakhs					
		Quarter Ended		Nine months ended		Nine months ended	
		31-12-2017	30-09-2017	31-12-2016	31-12-2017	31-12-2016	31-12-2016
		Unaudited				Unaudited	
I	Revenue from Operations	1,257.93	1,142.61	829.97	3,574.85	2,544.76	
II	Other Income	36.35	48.24	42.55	108.19	107.70	
III	Total Income (I+II)	1,294.28	1,190.86	872.52	3,683.04	2,652.46	
IV	EXPENSES						
	Cost of materials consumed,	406.43	366.97	310.52	1,215.05	913.58	
	Purchases of Stock-in trade,	-	-	(76.60)	-	(14.74)	
	Changes in inventories of finished goods and work-in-progress,	30.51	119.91	-	159.77	-	
	Excise Duty expense	-	-	-	-	-	
	Employee benefits expenses	349.12	340.51	325.52	1,039.95	998.85	
	Finance costs	63.26	59.89	76.25	191.92	188.30	
	Depreciation and amortisation expense	160.05	175.10	171.12	490.53	495.89	
	Other expenses	305.14	180.53	234.80	795.35	708.73	
	Total Expenses	1,314.51	1,242.91	1,041.61	3,892.57	3,290.61	
V	Profit/ (loss) before exceptional items and tax (III-IV)	(20.23)	(52.05)	(169.09)	(209.53)	(638.15)	
VI	Exceptional items	37.67	-	41.55	37.67	41.55	
VII	Profit/ (loss) before tax (V-VI)	(57.90)	(52.05)	(210.64)	(247.20)	(679.70)	
VIII	Tax expense:						
	(1) Current tax	5.23	(121.43)	(88.82)	(116.20)	(88.82)	
	(2) Current tax - Prior Year	-	52.94	-	52.94	-	
	(3) Deferred tax	141.90	(52.32)	59.21	89.58	-	
IX	Profit/ (Loss) for the period from continuing operations (VII-VIII)	(205.03)	68.76	(181.03)	(273.52)	(590.88)	
X	Other Comprehensive Income						
A	(i) Items that will not be reclassified to profit and loss						
	Remeasurement of Defined benefits plan	5.65	5.65	(3.59)	16.94	(5.38)	
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(1.74)	(1.74)	1.11	(5.23)	1.66	
B	(i) Items that will be reclassified to profit and loss						
	(ii) Income tax relating to items that will be reclassified to profit and loss						
	Total Other Comprehensive Income	3.91	3.90	(2.48)	11.71	(3.72)	
XI	Total Comprehensive Income for the period (IX+X) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(201.13)	72.66	(183.51)	(261.82)	(594.60)	
XII	Earnings per equity share of Rs 10/- each: (not annualised)						
	Basic and Diluted	(0.43)	0.15	(0.39)	(0.58)	(1.28)	
XIII	Paid Up Equity Share Capital (Face Value Rs 10/- each)	4,613.25	4,613.25	4,613.25	4,613.25	4,613.25	



(1)	The above unaudited financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on February 08, 2018.																														
(2)	The Company has adopted Indian Accounting Standards ('Ind AS') from April 1, 2017 and accordingly above financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. The Ind AS compliant financial results for the year ended March 31, 2017 have not been furnished in view of the Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016.																														
(3)	The statutory auditors of the Company have carried out limited review of the above results.																														
(4)	Segment Information: The Company is principally engaged in a single business segment viz. Integrated Circuits based on nature of products, risks, returns and the internal business reporting system, there is no other reportable segment in terms of Ind AS 108 'Operating Segments'.																														
(5)	Based on legal opinion the Company was liable to pay book profit tax u/s 115IB of Rs.52.94 lakhs for the year ended March 31, 2017 and the same has been charged to Statement of Profit and Loss for the six months ended 30th September 2017. As a matter of prudence, credit for the same has not been accrued. Consequently, the current tax of Rs.121.43 lakhs provided in earlier year had been reversed during the period ended September 30, 2017.																														
(6)	Exceptional items for the quarter and nine months ended December 31, 2017 comprises of value of stock written off on settlement of insurance claim amounting to Rs 33.34 lakhs and write down of inventory value of Rs 4.33 lakhs. Similarly, exceptional items of corresponding period ended December 31, 2016 consist of write down of inventory value of Rs 41.55 lakhs.																														
(7)	Deferred tax charge for the current quarter ended December 31, 2017 is majorly on account of utilisation of unabsorbed depreciation accrued in the previous periods.																														
(8)	Reconciliation of the financial results to those reported under the previous GAAP are summarised as follows:																														
	<table border="1"> <thead> <tr> <th>Particulars</th> <th>Three months ended December 30, 2016</th> <th>Period to date ended December 30, 2016</th> </tr> </thead> <tbody> <tr> <td>Net profit/(loss) after Tax as per previous GAAP</td> <td>(209.99)</td> <td>(668.81)</td> </tr> <tr> <td>Adjustments:</td> <td></td> <td></td> </tr> <tr> <td>Impact on depreciation due to Fair valuation of Property, Plant and Equipment.</td> <td>(12.26)</td> <td>(20.15)</td> </tr> <tr> <td>Reclassification of actuarial (gains)/losses arising in respect of employee benefit schemes</td> <td>(1.80)</td> <td>(5.38)</td> </tr> <tr> <td>Others</td> <td>3.22</td> <td>4.46</td> </tr> <tr> <td>Tax Adjustments</td> <td>39.79</td> <td>99.00</td> </tr> <tr> <td>Net profit/(loss) after Tax as reported under Ind AS</td> <td>(181.03)</td> <td>(590.38)</td> </tr> <tr> <td>Other Comprehensive Income (net of tax)</td> <td>(2.48)</td> <td>(3.72)</td> </tr> <tr> <td>Total Comprehensive Income as reported under Ind AS</td> <td>(183.51)</td> <td>(594.60)</td> </tr> </tbody> </table>	Particulars	Three months ended December 30, 2016	Period to date ended December 30, 2016	Net profit/(loss) after Tax as per previous GAAP	(209.99)	(668.81)	Adjustments:			Impact on depreciation due to Fair valuation of Property, Plant and Equipment.	(12.26)	(20.15)	Reclassification of actuarial (gains)/losses arising in respect of employee benefit schemes	(1.80)	(5.38)	Others	3.22	4.46	Tax Adjustments	39.79	99.00	Net profit/(loss) after Tax as reported under Ind AS	(181.03)	(590.38)	Other Comprehensive Income (net of tax)	(2.48)	(3.72)	Total Comprehensive Income as reported under Ind AS	(183.51)	(594.60)
Particulars	Three months ended December 30, 2016	Period to date ended December 30, 2016																													
Net profit/(loss) after Tax as per previous GAAP	(209.99)	(668.81)																													
Adjustments:																															
Impact on depreciation due to Fair valuation of Property, Plant and Equipment.	(12.26)	(20.15)																													
Reclassification of actuarial (gains)/losses arising in respect of employee benefit schemes	(1.80)	(5.38)																													
Others	3.22	4.46																													
Tax Adjustments	39.79	99.00																													
Net profit/(loss) after Tax as reported under Ind AS	(181.03)	(590.38)																													
Other Comprehensive Income (net of tax)	(2.48)	(3.72)																													
Total Comprehensive Income as reported under Ind AS	(183.51)	(594.60)																													
	Notes:																														
a.	The Company has elected to measure its Property, plant and equipments at its fair value and has considered the said fair value as the deemed cost at the date of transition to Ind AS (April 1, 2016) as per Ind AS 101 'First time adoption of Indian Accounting Standards'.																														
b.	Under previous GAAP, actuarial gains/losses were recognised in the statement of profit and loss. Under Ind AS, the actuarial gains/losses forms part of the remeasurement of the net defined benefit liability/asset which is recognised in other comprehensive income. Additionally, the tax effect of the same has also been recognised in other comprehensive income as required by Ind AS.																														
c.	Consequent to the fair valuation of Property, Plant and Equipment (PPE) as at April 1, 2016, deferred tax liability arising out of a adoption of Ind AS 12 'Income taxes' aggregating Rs. 2,376.39 lakhs has been recognised by charge to Retained earnings.																														
(9)	The reversal of deferred tax liability for the six months ended September 30, 2017 and September 30, 2016 pertaining to fair valuation of land has been recognised directly in equity since the initial recognition of deferred tax liability was by a charge to equity.																														
	The figures for the previous period have been reclassified/regrouped/ amended wherever necessary.																														



For and on behalf of the Board of Directors
D. Balakrishnan
Director & Chief Executive Officer

Place Chennai
Date February 08, 2018

