

SEC/BSE/12/2020-21

June 01, 2020

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400 001

Kind Attn: Mr. Harshad Babade
Mr. Rakesh Parekh
Scrip Code: 517449

Dear Sir,

Audited Financial Results & Auditor's Report for the year ended 31st March, 2020.

As per Regulation 33 of SEBI(LODR) Regulations, 2015, the audited Financial Results for the year ended 31st March, 2020 and a Statement of Assets & Liabilities as of 31st March, 2020 and Cash Flow Statement for the year ended 31st March, 2020 as approved by the Board of Directors at its meeting held on 1st June, 2020 along with the Auditor's Report with unmodified opinion is enclosed.

We have also enclosed the declaration for unmodified opinion of the Statutory Auditors' Report.

Kindly take this information on record.

Thanking You

For Magna Electro Castings Limited


Sangeetha C
Company Secretary

MAGNA ELECTRO CASTINGS LIMITED

Registered office : 43, Balasundaram Road

COIMBATORE 641 018

CIN : L31103TZ1990PLC002836

e-mail: info@magnacast.com; website: www.magnacast.com

Statement of Audited Financial Results for the quarter and financial year ended 31st March, 2020

(Rs. In Lakhs)

S.No.	Particulars	Quarter Ended			Year Ended	
		(Audited)	(Unaudited)	(Audited)	(Audited)	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
1	Income					
	a) Revenue from Operations	2,018.90	2,081.83	3,214.25	9,632.13	12,292.39
	b) Other Income	91.07	65.19	56.07	215.07	295.20
	Total Income	2,109.97	2,147.02	3,270.32	9,847.20	12,587.59
2	Expenses					
	a) Cost of Materials Consumed	799.69	717.18	1,068.93	3,367.55	4,399.59
	b) Purchase of Stock-in-Trade	-	-	-	-	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(20.43)	(27.02)	(43.45)	(32.67)	(107.91)
	d) Excise duty	0.00	0.00	0.00	0.00	0.00
	e) Employee benefits expense	240.92	283.67	326.65	1,081.41	1,099.77
	f) Finance Costs	8.98	(0.20)	6.01	11.58	29.03
	g) Depreciation and amortisation expenses	103.44	110.67	140.96	436.45	543.22
	h) Other expenditure	932.85	914.71	1,485.44	4,132.78	5,122.21
	Total Expenses	2,065.45	1,999.01	2,984.54	8,997.10	11,085.91
3	Profit before Exceptional Items	44.52	148.01	285.78	850.10	1501.68
	Exceptional Items	-	-	-	-	-
	Profit after Exceptional Items	44.52	148.01	285.78	850.10	1501.68
4	Tax Expense	16.44	0.00	96.96	181.44	361.96
5	Net Profit after Tax (3-4)	28.08	148.01	188.82	668.66	1139.72
6	Other comprehensive income, net of income tax	16.29	-	(14.19)	16.29	(14.19)
8	Total comprehensive income for the period (5+6)	44.37	148.01	174.63	684.95	1125.53
8	Paid-up Equity Share Capital (face value at Rs.10 each)	458.22	458.22	458.22	458.22	458.22
9	Reserve Excluding Revaluation Reserves as per Balance Sheet of previous Accounting year				6,891.59	6,620.94
9	Earnings per Share of Rs.10 each(not annualised)					
	a) Basic	0.61	3.23	4.12	14.59	24.87
	b) Diluted	0.61	3.23	4.12	14.59	24.87

"Segmentwise Revenue, Results, Assets and Liabilities"

S.No.	Particulars	Quarter Ended			Year Ended	
		(Audited)	(Unaudited)	(Audited)	(Audited)	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
1	Segment Revenue					
	a) Foundry	2,018.90	2,081.83	3,214.25	9,632.13	12,292.39
	b) Wind Energy	31.92	199.16	54.61	454.13	520.79
		2,050.82	2,280.99	3,268.86	10,086.26	12,813.18
	Less : Intersegment Revenue	31.92	199.16	54.61	454.13	520.79
	Net Sales/Income from Operations	2,018.90	2,081.83	3,214.25	9,632.13	12,292.39
2	Segment Result					
	a) Foundry	59.81	55.47	280.87	626.96	1222.21
	b) Wind Energy	(6.31)	92.34	10.92	234.72	308.50
	Total Profit before Interest	53.50	147.80	291.79	861.68	1,530.71
	Less : Finance Costs					
	a) Foundry	8.98	(0.20)	6.01	11.58	29.03
	b) Wind Energy	-	-	-	-	-
	Profit before Tax	44.52	148.01	285.78	850.10	1,501.68
3	Assets					
	a) Foundry	7,183.09	7,278.45	7,574.55	7,183.09	7,574.55
	b) Wind Energy	1,701.24	1,707.54	1,439.07	1,701.24	1,439.07
	c) Unallocable asset	-	-	-	-	-
	Total	8,884.33	8,985.99	9,013.62	8,884.33	9,013.62
4	Liabilities					
	a) Foundry	1,260.97	1,285.13	1,640.94	1,260.97	1,640.94
	b) Wind Energy	-	-	-	-	-
	c) Unallocable Liabilities	273.55	293.51	293.52	273.55	293.52
	Total	1,534.52	1,578.64	1,934.46	1,534.52	1,934.46



Notes:

- 1 This statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 1st June, 2020.
- 2 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 The company has organised the business into two segments - Foundry division (manufacture and sale of castings) and Wind energy division.
- 4 The figures for the quarters ended 31st March, 2020 and 31st March, 2019 are the balancing/ derived figures between the audited figures/ IND AS restated figures in respect of the full financial years and the published year to date figures/ IND AS restated figures upto the third quarters of the respective financial year, subject to re-grouping/ reclassification as per Note below.
- 5 Effective April 1, 2019, the Company adopted IND AS 116 "Leases" and applied the standard to its lease contract existing on April 1, 2019 using the modified retrospective approach under which the ROU Asset is measured at an amount equal to lease liability, which in turn is measured based the remaining lease payments. Consequently, the Company recorded the lease liability at the present value of remaining lease payments discounted at the incremental borrowing rate.
- 6 The Company suspended its operations with effect from 25th March 2020 due to lock down announced by the Government of India in view of the COVID 19 virus attack. The Company has since recommenced its operations with effect from 6th of May 2020 after the lock down measures were liberalized and after obtaining approvals from the concerned authorities.
- 7 The previous period figures have been regrouped/reclassified wherever necessary to confirm to the classification for this quarter.

For Magna Electro Castings Limited

Place : Coimbatore
Date : 1st June 2020



A handwritten signature in black ink, appearing to read "N. Krishna Samaraj".

N. Krishna Samaraj
Managing Director

Magna Electro Castings Limited
Coimbatore-641018.

Balance Sheet as at 31st March, 2020 (Rs. In Lakhs)

Particulars	31.03.2020	31.03.2019
I. ASSETS		
Non-current assets		
Property, plant and equipment	3,136.06	3,149.20
Right-of-use assets	15.80	-
Capital work in progress	-	6.69
Other intangible assets	0.81	0.80
Investment properties	175.95	183.66
Financial assets		
i. Other Financial Assets	126.71	146.98
Other non-current assets	74.96	26.73
Total non-current assets	3,530.29	3,514.06
Current assets		
Inventories	980.29	914.31
Financial assets		
i. Trade receivables	2,412.44	3,091.67
ii. Cash and cash equivalents	287.55	144.17
iii. Bank balances other than (ii) above	1,162.91	531.80
iv. Other financial assets	420.57	758.82
Current Tax Asset	5.05	-
Other current assets	85.23	58.79
Total current assets	5,354.04	5,499.56
Total Assets	8,884.33	9,013.62

For MAGNA ELECTRO CASTINGS LIMITED


N. KRISHNA SAMARAJ
Managing Director

Magna Electro Castings Limited
Coimbatore-641018.

Balance Sheet as at 31st March, 2020 (Rs. In Lakhs)

Particulars	31.03.2020	31.03.2019
II. EQUITY AND LIABILITIES		
Equity		
Equity share capital	458.22	458.22
Other equity	6,891.59	6,620.94
Total equity	7,349.81	7,079.16
Liabilities		
Non-Current Liabilities		
Financial Liabilities		
i. Lease liabilities	13.45	-
Deferred Tax Liabilities	273.55	293.52
Government Grants	8.04	11.85
Total Non-Current Liabilities	295.04	305.37
Current Liabilities		
Financial Liabilities		
i. Trade payables	1,139.60	1,458.88
ii. Lease liabilities	5.10	-
iii. Other financial liabilities	26.17	44.45
Employee Benefit Obligations	31.76	59.34
Government Grants	3.80	7.24
Current Tax Liabilities	-	23.05
Other Current Liabilities	33.05	36.13
Total Current Liabilities	1,239.48	1,629.10
Total Liabilities	1,534.52	1,934.46
Total Equity and Liabilities	8,884.33	9,013.62

For MAGNA ELECTRO CASTINGS LIMITED

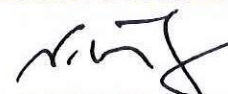

N. KRISHNA SAMARAJ
Managing Director

Magna Electro Castings Limited
Statement of Cash Flow

(Rs. In Lakhs)
March 31, 2020 **March 31, 2019**

Cash flow from operating activities		
Profit before income tax	850.10	1,501.68
Adjustments for	436.45	543.22
Depreciation and amortisation expense	(2.69)	(0.84)
(Gain)/loss on disposal of property, plant and equipment	-	(22.69)
Compensation on acquisition	(7.25)	(9.04)
Amortisation of government grants	(45.71)	(24.53)
Dividend and interest income classified as investing cash flows	11.58	29.03
Finance costs	2.91	-
Lease interest recognised		
FERV (gain)/loss		
Change in operating assets and liabilities		
(Increase)/Decrease in Other Bank balances	(631.11)	(496.29)
(Increase)/Decrease in trade receivables	679.23	(245.32)
(Increase) in inventories	(65.98)	(107.49)
Increase in trade payables	(319.28)	164.47
(Increase) in other financial assets	358.52	(222.72)
(Increase)/decrease in other non-current assets	(48.23)	2.32
(Increase)/decrease in other current assets	(26.44)	0.07
Increase in employee benefit obligations	(5.02)	(3.13)
Increase in other financial liabilities	(18.28)	16.25
Increase in other current liabilities	(3.08)	(43.47)
Cash generated from operations	1,165.72	1,081.51
Income taxes paid	(235.80)	(376.19)
Net cash inflow from operating activities	929.92	705.32
Cash flows from investing activities		
Payments for property, plant and equipment	(401.97)	(194.49)
Compensation on compulsory acquisition	-	22.81
Proceeds from sale of property, plant and equipment	3.05	1.02
Interest received	45.71	24.53
Net cash outflow from investing activities	(353.21)	(146.13)
Cash flows from financing activities		
Borrowings	-	(346.23)
Interest paid	(11.58)	(29.03)
Principal portion of lease liability	(4.53)	-
Interest portion of lease liability	(2.91)	-
Dividends paid to company's shareholders	(343.67)	(91.64)
Dividend Tax paid	(70.64)	(18.84)
Net cash inflow (outflow) from financing activities	(433.33)	(485.74)
Net increase (decrease) in cash and cash equivalents	143.38	73.45
Cash and cash equivalents at the beginning of the financial year	144.17	70.72
Cash and cash equivalents at end of the year	287.55	144.17

For MAGNA ELECTRO CASTINGS LIMITED



N. KRISHNA SAMARAJ
Managing Director

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL RESULTS OF MAGNA ELECTRO CASTINGS LIMITED FOR THE QUARTER AND THE FINANCIAL YEAR ENDED 31ST MARCH 2020 PURSUANT TO REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015.

To
The Board of Directors of Magna Electro Castings Limited,
Coimbatore.

Opinion

We have audited the accompanying financial results of **MAGNA ELECTRO CASTINGS LIMITED** (the "Company"), for the quarter and year ended 31.03.2020 ('the statement') attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and.
- b. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31ST March, 2020.

Basis of Opinion

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

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Management's Responsibilities for the Financial Results

This statement has been prepared on the basis of annual financial statements. The Company's management and Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Srikishen & Co
Chartered Accountants
Firm Registration No.0040095

K. Murali Mohan

K.Murali Mohan
Proprietor, Auditor
Membership No. 014328
UDIN : 200143 28 AAAA FA 3634

Place : Coimbatore
Date : 01.06.2020

SEC/BSE/13/2020-21

June 01, 2020

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400 001

Kind Attn: Mr. Harshad Babade
Mr. Rakesh Parekh
Scrip Code: 517449

Dear Sir,

Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We, N Krishna Samaraj, Managing Director and R Ravi, Chief Financial Officer of the Company hereby declare that, the Statutory Auditors of the Company, M/s. Srikishen & Co., Chartered Accountants (FRN:004009S) have issued an Audit Report with unmodified opinion on Audited Financial Statements of the Company for the financial year ended 31st March, 2020.

Kindly take this declaration on your record.

Thanking you,

For MAGNA ELECTRO CASTINGS LIMITED



N. KRISHNA SAMARAJ
Managing Director

For MAGNA ELECTRO CASTINGS LIMITED



R. RAVI
CHIEF FINANCIAL OFFICER