

**August 21, 2020**

Ref: 532509 BSE Limited Department of Corporate Services P. J. Towers, 25th Floor, Dalal Street, Mumbai- 400 001	Ref: SUPRAJIT National Stock Exchange of India Ltd Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (E) Mumbai- 400 051
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Dear Sir(s),

**Sub: Outcome of the Board Meeting and Financial Results for the quarter ended June 30, 2020**

As informed vide our letter dated August 12, 2020, please be informed that the Board of Directors of the Company met today and inter-alia approved the un-audited Standalone and Consolidated Financial Results of the Company for the quarter ended June 30, 2020; a copy of the financial results along with copy of Limited Review Report are enclosed herewith.

The Meeting commenced at 3.00 p.m and concluded at 5.10 p.m.

Please treat the above as compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you

Yours faithfully

For Suprajit Engineering Limited



Medappa Gowda J  
CFO & Company Secretary

Encl: as above

**SUPRAJIT ENGINEERING LIMITED**  
 Regd Office: No. 100 & 101, Bommasandra Industrial Area, Bengaluru-560 099.  
 Website - www.suprajit.com, email - info@suprajit.com  
 CIN - L29199KA1985PLC006934

**Statement of Unaudited Standalone Financial Results for the Quarter ended June 30, 2020**

(Rs. in million)

	Particulars	Standalone			
		Quarter ended			Year Ended
		June 30, 2020 (Unaudited)	March 31, 2020 (Audited)*	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
I	Revenue from operations	874.74	2,576.26	2,475.78	10,709.46
II	Other income	30.90	63.81	54.87	252.84
III	<b>Total income (I+II)</b>	<b>905.64</b>	<b>2,640.07</b>	<b>2,530.65</b>	<b>10,962.30</b>
IV	<b>Expenses</b>				
	Cost of materials consumed	572.80	1,586.04	1,564.79	6,594.09
	Purchases of stock-in-trade	1.87	3.73	4.75	18.64
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(16.11)	14.94	(39.75)	33.50
	Employee benefits expense	267.20	330.48	342.97	1,435.32
	Finance costs	33.62	34.64	39.28	134.22
	Depreciation and amortization expense	54.80	65.04	60.49	259.07
	Other expenses	126.57	178.18	185.76	729.58
	<b>Total expenses</b>	<b>1,040.75</b>	<b>2,213.05</b>	<b>2,158.29</b>	<b>9,204.42</b>
V	<b>Profit/ (loss) before exceptional items and tax expenses (III-IV)</b>	<b>(135.11)</b>	<b>427.02</b>	<b>372.36</b>	<b>1,757.88</b>
VI	Exceptional Items [Refer Note 6 (a) and 6 (b)]	-	(259.92)	-	(259.92)
VII	<b>Profit/ (loss) before tax (V-VI)</b>	<b>(135.11)</b>	<b>167.10</b>	<b>372.36</b>	<b>1,497.96</b>
VIII	<b>Tax expense/ (credit) (net):</b>				
	Current tax	13.99	91.37	116.40	405.64
	Deferred tax charge/(credit)	(54.34)	(16.35)	5.55	(68.13)
	Current tax relating to earlier periods	-	(25.83)	-	(72.87)
	<b>Total tax expenses/ (credit) (net)</b>	<b>(40.35)</b>	<b>49.19</b>	<b>121.95</b>	<b>264.64</b>
IX	<b>Profit/ (loss) for the period (VII-VIII)</b>	<b>(94.76)</b>	<b>117.91</b>	<b>250.41</b>	<b>1,233.32</b>
X	<b>Other comprehensive income/ (loss), net of taxes</b> Items that will not be reclassified to profit or loss Re-measurement gain/(loss) on defined benefit plan	(4.47)	13.06	(8.37)	(2.90)
		<b>(4.47)</b>	<b>13.06</b>	<b>(8.37)</b>	<b>(2.90)</b>
XI	<b>Total comprehensive income/ (loss) for the period (IX+X)</b>	<b>(99.23)</b>	<b>130.97</b>	<b>242.04</b>	<b>1,230.42</b>
XII	Paid-up equity share capital (Face value: Re.1/- each)	139.87	139.87	139.87	139.87
XIII	Other equity	-	-	-	7,676.62
XIV	<b>Earnings/ (loss) per share (Face value: Re.1/- each) (in Rs.) (Not annualised in case of interim periods)</b>				
	Basic and Diluted	(0.68)	0.84	1.79	8.82

\* Refer note 7

**For Suprajit Engineering Limited**

  
**K Anil Kumar Rai**  
 Chairman

**Notes:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on August 21, 2020.
- 2 The standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Company is engaged in the business of manufacturing and selling of automotive and other components, which are monitored as a single segment by the chief operating decision maker, accordingly, these, in the context of Ind AS 108 on operating segments reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosure.
- 4 The outbreak of COVID-19 pandemic and the resulting lockdown enforced have affected Company's regular operations. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying value of assets, economic disruption impacting supply chains, consumer demand, commodity prices, personnel available for work and access to plants/ offices of the Company considering internal and external information up to the date of approval of these financial results. The impact of global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- 5 The Company's operations and financial results for the quarter ended June 30, 2020 have been adversely impacted by the outbreak of COVID-19 pandemic and the consequent lockdown announced by the Government of India due to which the operations were suspended for part of the quarter and gradually resumed with requisite precautions. The results for the quarter are, therefore, not comparable with those for the previous quarters.
- 6 (a) The Company carried out annual impairment exercise for the year ended March 31, 2020 in respect of investment in its subsidiaries and basis valuation carried out by an external specialist, the Company made impairment provision of Rs. 107.97 million towards investment in Luxlite Lamp SARM and Rs. 54.00 million towards investment in Trifa Lamps Germany GmbH during the quarter ended March 31, 2020.  
  
(b) As on March 31, 2020, the Company had investment of Rs. 979.49 million in Franklin Templeton Mutual Fund (FTMF), valued at Net Asset Value (NAV) as on said date. FTMF voluntarily decided to wind up six of its fixed-income debt schemes effective April 23, 2020 and FTMF communicated that NAV per unit will continue to be computed and declared as per the same accounting and valuation principles as done prior to April 23, 2020 without any change. In preparing the standalone financial results for the quarter ended March 31, 2020, the Company made a provision of Rs.97.95 million on a best estimate basis, factoring regular updates given by FTMF, maturity profile of schemes and other factors such as historical yield, expected future returns from the underlying investments made by the funds etc.
- 7 The figures for the quarter ended March 31, 2020 is the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures for the nine months ended December 31, 2019, which were subjected to limited review.

For and on behalf of the Board of Directors



**K. AJITH KUMAR RAI**  
Chairman  
(DIN - 01160327)

Place : Bengaluru  
Date: August 21, 2020

Statement of Unaudited Consolidated Financial Results for the Quarter ended June 30, 2020

(Rs. in million)

	Particulars	Consolidated			
		Quarter ended			Year Ended
		June 30, 2020 (Unaudited)	March 31, 2020 (Audited)*	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
I	Revenue from operations	1,774.68	3,889.97	3,633.70	15,628.32
II	Other income	57.79	42.37	61.45	223.84
III	<b>Total income (I+II)</b>	<b>1,832.47</b>	<b>3,932.34</b>	<b>3,695.15</b>	<b>15,852.16</b>
IV	<b>Expenses</b>				
	Cost of materials consumed	913.62	2,203.21	1,974.63	8,564.97
	Purchases of stock-in-trade	78.46	82.28	131.91	526.24
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5.28)	(2.93)	(33.79)	59.33
	Employee benefits expense	595.67	711.64	719.60	2,926.91
	Finance costs	55.11	57.29	65.58	226.57
	Depreciation and amortization expense	137.59	144.66	128.28	581.26
	Other expenses	240.51	346.53	328.54	1,363.87
	<b>Total expenses</b>	<b>2,015.68</b>	<b>3,542.68</b>	<b>3,314.75</b>	<b>14,249.15</b>
V	<b>Profit/ (loss) before exceptional items and tax expenses (III-IV)</b>	<b>(183.21)</b>	<b>389.66</b>	<b>380.40</b>	<b>1,603.01</b>
VI	Exceptional Items [Refer Note 6 (a) and 6 (b)]	-	(274.38)	-	(274.38)
VII	<b>Profit/ (loss) before tax expenses (V-VI)</b>	<b>(183.21)</b>	<b>115.28</b>	<b>380.40</b>	<b>1,328.63</b>
VIII	<b>Tax expense/ (credit) (net):</b>				
	Current tax	29.89	110.82	138.98	467.00
	Deferred tax charge/(credit)	(68.01)	1.06	(7.04)	(104.67)
	Current tax relating to earlier periods	-	(26.31)	-	(73.35)
	<b>Total tax expenses/ (credit) (net)</b>	<b>(38.12)</b>	<b>85.57</b>	<b>131.94</b>	<b>288.98</b>
IX	<b>Profit/ (loss) for the period (VII-VIII)</b>	<b>(145.09)</b>	<b>29.71</b>	<b>248.46</b>	<b>1,039.65</b>
X	<b>Other comprehensive income/ (loss), net of taxes</b>				
A	Items that will not be reclassified to profit or loss				
	Re-measurement gain/(loss) on defined benefit plan	(4.49)	15.11	(9.43)	(2.47)
B	Items that will be reclassified to profit or loss				
	Net exchange differences on translation of foreign operations	11.62	114.09	(11.17)	192.41
	Net change in fair value of Hedging instrument	0.79	(3.27)	(3.74)	(6.13)
		<b>7.92</b>	<b>125.93</b>	<b>(24.34)</b>	<b>183.81</b>
XI	<b>Total comprehensive income/ (loss) for the period (IX+X)</b>	<b>(137.17)</b>	<b>155.64</b>	<b>224.12</b>	<b>1,223.46</b>
XII	Paid-up equity share capital (Face value: Re.1/- each)	139.87	139.87	139.87	139.87
XIII	Other equity	-	-	-	8,397.81
XIV	<b>Earnings/ (loss) per share (Face value: Re.1/- each) (in Rs.) (Not annualised in case of interim periods)</b>				
	Basic and Diluted	(1.04)	0.21	1.78	7.43

\* Refer note 7

**For Suprajit Engineering Limited**

  
**K Ajith Kumar Rai**  
 Chairman

**Notes:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on August 21, 2020.
- 2 The consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Group is engaged in the business of manufacturing and selling of automotive and other components, which are monitored as a single segment by the chief operating decision maker, accordingly, these, in the context of Ind AS 108 on operating segments reporting are considered to constitute one segment and hence the Group has not made any additional segment disclosure.
- 4 The outbreak of COVID-19 pandemic and the resulting lockdown enforced have affected Group's regular operations. The Group has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying value of assets, economic disruption impacting supply chains, consumer demand, commodity prices, personnel available for work and access to plants/ offices of the Group considering internal and external information up to the date of approval of these financial results. The impact of global health pandemic may be different from that estimated as at the date of approval of these financial results and the Group will continue to closely monitor any material changes to future economic conditions.
- 5 The Group's operations and financial results for the quarter ended June 30, 2020 have been adversely impacted by the outbreak of COVID-19 pandemic and the consequent lockdown announced by the Government of India due to which the operations were suspended for part of the quarter and gradually resumed with requisite precautions. The results for the quarter are, therefore, not comparable with those for the previous quarters.
- 6 (a) The Group carried out annual impairment exercise for the year ended March 31, 2020 in respect of carrying value of Goodwill and basis valuation carried out by an external specialist, the management had made an impairment provision of Rs. 165.85 million towards carrying value of goodwill in Wescon Controls LLC during the quarter ended March 31, 2020.  
  
(b) As on March 31, 2020, the Group had investment of Rs. 1085.28 million in Franklin Templeton Mutual Fund (FTMF), valued at Net Asset Value (NAV) as on said date. FTMF voluntarily decided to wind up six of its fixed-income debt schemes effective April 23, 2020 and FTMF communicated that NAV per unit will continue to be computed and declared as per the same accounting and valuation principles as done prior to April 23, 2020 without any change. In preparing the consolidated financial results for the quarter ended March 31, 2020, the Group made a provision of Rs.108.53 million on a best estimate basis, factoring regular updates given by FTMF, maturity profile of schemes and other factors such as historical yield, expected future returns from the underlying investments made by the funds etc.
- 7 The figures for the quarter ended March 31, 2020 is the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures for the nine months ended December 31, 2019, which were subjected to limited review.

For and on behalf of the Board of Directors



**K. AJITH KUMAR RAI**

Chairman

(DIN - 01160327)

Place : Bengaluru

Date: August 21, 2020

**Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
Suprajit Engineering Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Suprajit Engineering Limited (the "Company") for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

## **5. Emphasis of Matter paragraph**

We draw attention to note 4 to the Statement, which describes the management's assessment of the impact of COVID -19 pandemic on the business operations of the Company impacting carrying value of assets, supply chains, consumer demand, commodity prices, personnel available for work and access to plants/offices. The impact may be different from that estimated as at the approval of the financial results and the Company will continue to closely monitor any material changes to future economic conditions. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

**RAJEEV**

**KUMAR**

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RAJEEV KUMAR  
Date: 2020.08.21  
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per Rajeev Kumar

Partner

Membership No.: 213803

Unique Document Identification Number (UDIN): 20213803AAAACU6505

Place: Bengaluru

Date: August 21, 2020

**Independent Auditor's Review Report on the Quarterly Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
Suprajit Engineering Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Suprajit Engineering Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the Holding Company and its following subsidiaries:
  - a. Suprajit Automotive Private Limited
  - b. Suprajit Europe Limited
  - c. Suprajit USA Inc.
  - d. Wescon Controls LLC
  - e. Trifa Lamps Germany GmbH
  - f. Luxlite Lamp SARL



## **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

### **6. Emphasis of Matter paragraph**

We draw attention to note 4 to the Statement, which describes the management's assessment of the impact of COVID -19 pandemic on the business operations of the Group impacting carrying value of assets, supply chains, consumer demand, commodity prices, personnel available for work and access to plants/offices. The impact may be different from that estimated as at the approval of the financial results and the Group will continue to closely monitor any material changes to future economic conditions. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

**RAJEEV  
KUMAR**

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RAJEEV KUMAR  
Date: 2020.08.21  
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per Rajeev Kumar

Partner

Membership No.: 213803

Unique Document Identification Number (UDIN): 20213803AAAACV8409

Place: Bengaluru

Date: August 21, 2020