

**Pitti Engineering Limited**

[Formerly Pitti Laminations Limited]

ISO 9001:2015 ISO 14001:2015

[www.pitti.in](http://www.pitti.in)



February 10, 2020

To,  
BSE Ltd  
Floor 25, P J Towers, Dalal Street  
Mumbai - 400 001  
Scrip Code: 513519

To,  
National Stock Exchange of India Limited  
Exchange Plaza, Bandra Kurla Complex  
Bandra (E), Mumbai - 400 051  
Scrip Code: PITTIENG

Dear Sir,

Sub: Outcome of Board Meeting

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We wish to inform you that Board of Directors of the Company at its meeting held today i.e. February 10, 2020 has *inter alia*, approved the Un-audited Financial Results of the company for quarter and nine month ended December 31, 2019.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, we enclose the statement showing the unaudited financial results of the Company for the quarter and nine month ended December 31, 2019 along with the limited review report as provided by the statutory auditors.

The Board also approved the expansion plan to enhance its installed capacity from the existing 36,000 MT to 46,000 MT for sheet metal components and from 2,47,600 hours to 4,05,600 hours for machining. The cost of the said plans is estimated at around ₹ 190 crores and will be funded by internal accruals/issue of securities/unsecured loans and long term borrowings from banks/financial institutions/ECB. The expansion will be undertaken in phases at the Aurangabad and Hyderabad plants and will be completed in a span of 36 months.


The Company is currently operating at around 70% capacity. The enhancement in capacity will help the Company to increase its capabilities and market reach and enhance inhouse manufacturing of bought out components which will help optimisation of the supply chain and increase the operating margins of the Company.

The meeting of Board of Directors of the Company commenced at 4:00 P.M and concluded at 5:35 P.M.

Kindly take the same on record.

Thanking you,  
Yours faithfully,

For Pitti Engineering Limited

  
Mary Monica Braganza  
Company Secretary & Compliance Officer  
FCS 5532

CIN: L29253TG1983PLC004141

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**Statement of Un-Audited Financial Results for the Quarter and Nine Months ended on 31st December, 2019**

₹ in lakhs

Sl.No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
<b>1</b>	<b>Income</b>						
	(a) Revenue from operations	11792.39	14450.57	16541.65	41211.64	46870.09	62221.47
	(b) Other income	251.96	40.98	26.58	345.71	307.16	226.67
	<b>Total Income from operations</b>	<b>12044.35</b>	<b>14491.55</b>	<b>16568.23</b>	<b>41557.35</b>	<b>47177.25</b>	<b>62448.14</b>
<b>2</b>	<b>Expenses:</b>						
	(a) Cost of materials consumed	6129.19	10109.07	10673.88	26101.71	27942.84	37339.99
	(b) Purchase of Stock-in-trade	16.84	24.19	402.92	327.83	2,791.35	3,020.12
	(c) Changes in inventories of finished goods work-in-progress and stock-in-trade	1064.67	(490.39)	453.01	642.08	1831.55	2534.91
	(d) Employee benefit expenses	1293.84	1416.87	1250.38	4081.31	3845.36	5168.73
	(e) Finance costs	799.51	762.21	799.02	2368.54	2339.19	2961.40
	(f) Depreciation and amortization expenses	687.17	664.79	552.45	2022.35	1652.99	2241.38
	(g) Other Expenses	1498.69	1322.50	1529.19	4064.39	3719.90	5147.80
	<b>Total expenses</b>	<b>11489.91</b>	<b>13809.24</b>	<b>15660.85</b>	<b>39608.21</b>	<b>44123.18</b>	<b>58414.33</b>
<b>3</b>	<b>Profit / (loss) before exceptional and extraordinary items and taxation (1-2)</b>	<b>554.44</b>	<b>682.31</b>	<b>907.38</b>	<b>1949.14</b>	<b>3054.07</b>	<b>4033.81</b>
<b>4</b>	Exceptional items	-	-	-	-	-	-
<b>5</b>	<b>Profit / (loss) before extraordinary items and taxation (3-4)</b>	<b>554.44</b>	<b>682.31</b>	<b>907.38</b>	<b>1949.14</b>	<b>3054.07</b>	<b>4033.81</b>
<b>6</b>	Extraordinary items	-	-	-	-	-	-
<b>7</b>	<b>Profit / (loss) before taxation (5-6)</b>	<b>554.44</b>	<b>682.31</b>	<b>907.38</b>	<b>1,949.14</b>	<b>3,054.07</b>	<b>4,033.81</b>
<b>8</b>	Income tax expenses						
	(a) Current tax charge / (Credit)	226.13	145.31	374.35	607.85	956.74	946.82
	(b) Tax relating to earlier years charge / (Credit)	-	(42.59)	-	(42.59)	-	-
	(c) Reversal of MAT Credit	-	372.45	-	372.45	-	-
	(d) Deferred tax charge / (Credit)	(77.55)	(494.02)	24.44	(544.57)	390.44	715.03
	<b>Total tax expenses</b>	<b>148.58</b>	<b>(18.85)</b>	<b>398.79</b>	<b>393.14</b>	<b>1347.18</b>	<b>1661.85</b>
<b>9</b>	<b>Profit / (loss) for the period (7 - 8)</b>	<b>405.86</b>	<b>701.16</b>	<b>508.59</b>	<b>1556.00</b>	<b>1706.89</b>	<b>2371.96</b>
<b>10</b>	Other Comprehensive Income						
	(i) Items that will not be reclassified subsequently to profit or loss						
	Remeasurement of the net defined benefit liability/assets	1.94	1.38	11.55	5.83	34.65	8.34
	Change in fair value of non-current investment	-	-	-	-	-	(93.84)
	Change in fair value of current investment	(0.24)	(0.42)	0.21	(0.33)	0.07	0.43
	(ii) Items that will be reclassified subsequently to profit or loss						
	<b>Total other comprehensive income, net of income tax</b>	<b>1.70</b>	<b>0.96</b>	<b>11.76</b>	<b>5.50</b>	<b>34.72</b>	<b>(85.07)</b>
<b>11</b>	<b>Total Comprehensive income (9+10)</b>	<b>407.56</b>	<b>702.12</b>	<b>520.35</b>	<b>1561.50</b>	<b>1741.61</b>	<b>2286.89</b>
<b>12</b>	<b>Paid up Share Capital (face value of Rs. 5/- per share)</b>	<b>1602.92</b>	<b>1602.92</b>	<b>1491.81</b>	<b>1602.92</b>	<b>1491.81</b>	<b>1491.81</b>
<b>13</b>	<b>Reserves Excluding Revaluation Reserves</b>						<b>15604.58</b>
<b>14</b>	Earnings per share of Rs. 5/- each : (Not Annualized)						
	(a) Basic (Rs)	1.27	2.19	1.74	4.95	5.84	7.67
	(b) Diluted (Rs)	1.27	2.19	1.62	4.95	5.43	7.14

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*[Signature]*



### Notes to the financial results:

- 1 This statement has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 10th February, 2020. The Auditors of the Company have carried out a Limited Review of the above financial results for the quarter and nine months ended 31st December, 2019 in terms of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements), 2015.
- 2 With effect from 1st April, 2019, the Company has adopted IND AS-116. The Company has recognised lease liabilities and corresponding equivalent right-of-use assets. In the statement of profit and loss for the current quarter, operating lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right-of-use assets and finance cost for interest accrued on lease liability. The application of IND AS-116 does not have any significant impact on the financial results of the Company.
- 3 The Company has adopted and effected the reduced corporate tax rate permitted under section 115BAA of the Income Tax Act, 1961 as per the Taxation Laws (Amendment) Ordinance, 2019. The tax calculations for the nine months ended 31st December 2019 has been made accordingly.
- 4 The Company has only one business segment and is engaged in the manufacture of specialised sheet metal components, its sub-assemblies for rotating electrical equipment and various machined components. Hence the reporting is done as a single segment. However the geographical segment Revenue and Assets are as under:

₹ in lakhs

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I. Segment Revenue						
a) India	7,613.63	9,090.83	8,475.13	25,283.62	27,252.39	36,063.25
b) Outside India	4,430.72	5,400.72	8,093.10	16,273.73	19,924.86	26,384.89
<b>Total</b>	<b>12,044.35</b>	<b>14,491.55</b>	<b>16,568.23</b>	<b>41,557.35</b>	<b>47,177.25</b>	<b>62,448.14</b>
II. Segment Assets						
a) India	49,901.56	51,797.35	42,980.49	49,901.56	42,980.49	47,309.94
b) Outside India	8,553.52	9,121.73	9,574.98	8,553.52	9,574.98	11,094.80
<b>Total</b>	<b>58,455.08</b>	<b>60,919.08</b>	<b>52,555.47</b>	<b>58,455.08</b>	<b>52,555.47</b>	<b>58,404.74</b>

- 5 Figures of the previous quarters/year have been regrouped and reclassified wherever necessary to correspond with current year's presentation.

Place: Hyderabad  
Date : 10th February, 2020



By order of the Board  
For PITT ENGINEERING LIMITED

SHARAD B PITT  
CHAIRMAN & MANAGING DIRECTOR  
DIN: 00078716



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

To  
The Board of Directors  
Pitti Engineering Limited,  
Hyderabad.

We have reviewed the accompanying statement of unaudited financial results of Pitti Engineering Limited (formerly known as Pitti Laminations Limited) ("the Company") for the period ended **31<sup>st</sup> December, 2019**. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Laxminiwas & Co**  
Chartered Accountants  
Firm Registration No: 011168S



**Vijay Singh**  
Partner  
Membership No: 221671  
UDIN: 20221671AAAA BW 6983



Hyderabad  
10<sup>th</sup> February, 2020.



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