

SWARAJ ENGINES LIMITED

Works :
Plot No. 2, Indl. Focal Point,
Phase-IX, S.A.S. Nagar
Distt. S.A.S. Nagar (Mohali)
(Near Chandigarh)



Tel. : 0172-2234941-47, 2234950

02/SP/EXCH
28th January, 2020

BSE Limited
Listing Department
P.J. Towers, 1st Floor,
Dalal Street, Fort,
Mumbai – 400 001
Email: corp.relations@bseindia.com

National Stock Exchange of India Limited
Capital Market-Listing, Exchange Plaza,
Bandra Kurla Complex,
Bandra (E),
Mumbai- 400051
Email: cmlist@nse.co.in

Scrip Code: 500407

Scrip Name: SWARAJENG

SUB: Outcome of the Board Meeting

This is to inform that Board of Directors of Swaraj Engines Limited in their meeting held today the 28th January, 2020 at Mumbai have approved the Unaudited Financial Results of the Company for the third quarter and nine month period ended 31st December, 2019. Copies of the Unaudited Financial Results, Limited Review Report from the Company's Statutory Auditors and Press Release are enclosed herewith.

The meeting of the Board of Directors of the Company commenced at 4.00 P.M. and concluded at 4.50 P.M.

You are requested to kindly take note of the above.

With regards,

For Swaraj Engines Limited



(M.S.GREWAL)
Company Secretary

SWARAJ ENGINES LIMITED

CIN : L50210PB1985PLC006473

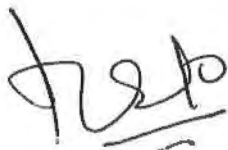
Regd. Office : Phase IV, Industrial Area, S.A.S. Nagar (Mohali), Punjab - 160 055

Tel : 0172-2271620-27, Fax : 0172-2272731, Email : selinvestor@swarajenterprise.com, Website : www.swarajenterprise.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019

₹ 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
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from Operations	17007	22272	19872	59817	68027	87174
Other Income	276	344	403	982	1174	1538
Total Income	17283	22616	20275	60799	69201	88712
Expenses						
a) Cost of Materials Consumed	13219	16962	14895	45512	51378	66523
b) Changes in Inventories of Finished Goods and Work-in-Progress	(127)	167	196	467	(81)	(866)
c) Employee Benefits Expense	1066	1089	993	3185	2955	3928
d) Finance Costs	-	1	-	1	8	9
e) Depreciation and Amortization Expense	512	534	472	1522	1426	1954
f) Other Expenses	880	1054	1039	2948	3351	4424
Total Expenses	15550	19807	17595	53635	59037	75972
Profit before Exceptional Items and Tax	1733	2809	2680	7164	10164	12740
Exceptional Items	-	-	-	-	-	-
Profit before Tax	1733	2809	2680	7164	10164	12740
Tax Expense - Current	476	465	924	1865	3505	4361
- Deferred	(32)	(195)	22	(221)	82	137
- Total	444	270	946	1644	3587	4498
Profit for the Period	1289	2539	1734	5520	6577	8242
Other Comprehensive Income						
A) (i) Items that will not be reclassified to Profit or Loss	-	-	-	-	-	(22)
(ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	8
B) (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-	-
(ii) Income Tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
Other Comprehensive Income (Net of Tax)	-	-	-	-	-	(14)
Total Comprehensive Income for the Period	1289	2539	1734	5520	6577	8228
Paid-up Equity Share Capital (Face Value ₹10/-)	1213	1213	1213	1213	1213	1213
Other Equity	-	-	-	-	-	22585
Earning Per Share (not annualized)						
- Basic	₹ 10.62	₹ 20.94	₹ 14.31	₹ 45.51	₹ 54.24	₹ 67.96
- Diluted	₹ 10.61	₹ 20.92	₹ 14.29	₹ 45.47	₹ 54.19	₹ 67.91



SWARAJ ENGINES LIMITED

CIN : L50210PB1985PLC006473

Regd. Office : Phase IV, Industrial Area, S.A.S.Nagar (Mohali), Punjab - 160 055

Tel : 0172-2271620-27, Fax : 0172-2272731, Email : selinvestor@swarajenterprise.com, Website : www.swarajenterprise.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019

NOTES:

1. The financial results for the quarter and nine months ended 31st December, 2019 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held at Mumbai on 28th January, 2020. The Statutory Auditors of the Company has conducted a Limited Review of the said financial results.
2. These 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 other accounting principles relevant thereto.
3. The Company is primarily engaged in the business of diesel engines, diesel engine components and spare parts. As the basic nature of these activities are governed by the same set of risk, returns and internal business reporting system, accordingly these have been grouped as single segment in above disclosures as per Ind AS- 108 dealing with " Operating Segment".
4. During the quarter, the Company has allotted 714 Equity Shares of face value of Rs. 10/- each pursuant to exercise of stock options by employees.
5. The Company has opted to exercise the option permitted under section 115BAA of the Income-Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, Current Tax & Deferred Tax Assets/Liabilities have been re-measured and impact of this has been recognised in the quarter ended on 30th September, 2019 and nine months ended on 31st December, 2019.
6. Previous year/period figures have been regrouped / recast, wherever necessary, to make them comparable.

Place : Mumbai
Date : 28th January, 2020

*for and on behalf of
the Board of Directors*


SUBHASH MAGO
Whole Time Director &
Chief Executive Officer

INDEPENDENT AUDITOR'S REVIEW REPORT

Review report to,
The Board of Directors
Swaraj Engines Limited

LIMITED REVIEW REPORT OF THE UNAUDITED FINANCIAL RESULTS OF SWARAJ ENGINES LIMITED FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

1. We have reviewed the accompanying statement of Unaudited Financial Results ("the Statement") for the quarter and nine months ended December 31, 2019 of **Swaraj Engines Limited** ("the Company") 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 is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company in their meeting held on January 28, 2020. Our responsibility is to issue a report 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 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 provides less assurance than an audit. We have not performed an audit and 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.

For **B. K. Khare & Co.**
Chartered Accountants
Firm Registration No. - 10S102W


Shrish Rahalkar
Partner

Membership No. 111212
UDIN: 20111212AAAABN1681
Mumbai, January 28, 2020



Pune
T + 91 020 25648885/8446011005
+ 91 020 8446031006/8446031009
F + 91 020 2542 0212
E bkkpune@bkkhareco.com
Hotel Swaroop, 4th Floor,
Lane No.10, Prabhat Road,
Erandwane, Pune - 411 004, India

Bengaluru
T + 91 80 41105357
E bkkbengaluru@bkkhareco.com
101, Money Chambers,
1st Floor, # 6 K. H. Road,
Shanthinagar,
Bengaluru - 560027, India

New Delhi
T + 91 011 4905 7624
E bkkdelhi@bkkhareco.com
1405/06, 3B, Ansal Tower,
Nehru Place,
New Delhi 110 019,
India

Chennai
T + 044 4862 9299
E bkkchennai@bkkhareco.com
2nd Floor, Crown Court
Cathedral Road,
Chennai - 600086,
India

Press Release**Swaraj Engines Posted PAT of Rs. 12.9 crores for FY20 Q3**

Mumbai, 28th January, 2020: The Board of Directors of Swaraj Engines Limited (SEL) met today to consider and approve the financial results for the third quarter and nine month period ended 31st December, 2019.

Q3 (Oct. – Dec. 2019)

In the backdrop of continued de-growth witnessed in the tractor industry in Q3 of FY20 as well, the Company's engine sales for the third quarter ended 31st December, 2020 stood at 19,797 units as compared to 22,569 units during same period last year.

Reflecting the above, the Company's net operating revenue for the third quarter was Rs. 170.07 crores (last year Rs. 198.72 crores). Profit Before Tax (PBT) for this quarter stood at Rs. 17.33 crores (last year Rs. 26.80 crores) and Profit After Tax was Rs. 12.89 crores (last year Rs. 17.34 crores).

Financial summary for Q3 is given below:

Particulars	Rs. Crores	
	FY20 Q3	
	FY20	FY19
Engine Sales (Nos.)	19,797	22,569
Net Operating Revenue	170.07	198.72
Operating Profit	19.69	27.49
Profit Before Tax (PBT)	17.33	26.80
Profit After Tax (PAT)	12.89	17.34

Nine month period (Apr. – Dec. 2019)

The engine sales volume for the nine month period ended 31st December, 2019 was 69,101 units as against 77,871 units sold during the corresponding period of last year.

On cumulative operating revenue of Rs. 598.17 crores (last year Rs. 680.27 crores), Profit Before Tax for the nine month period stood at Rs. 71.64 crores (last year Rs. 101.64 crores) and Profit After Tax at Rs. 55.20 crores (last year Rs. 65.77 crores).

New Appointment

Taking note that Mr. Subhash Mago is completing his current tenure as Whole Time Director & Chief Executive Officer on 31st March, 2020, the Board today, upon recommendation of Nomination & Remuneration Committee, appointed Mr. M.S.Grewal as Chief Executive Officer (CEO) of the Company with effect from 1st April, 2020.

About Swaraj Engines Ltd.

Swaraj Engines Limited was set up in 1985 in Mohali, Punjab and is primarily engaged in the business of supplying engines to the Swaraj Division of Mahindra & Mahindra Ltd. (M&M).

For further information please contact:

Mr. Subhash Mago, Whole Time Director & CEO
Phone: (+91-172) 2234941-47

SWARAJ ENGINES LIMITED

CIN : L50210PB1985PLC006473

Regd. Office : Phase IV, Industrial Area, S.A.S.Nagar (Mohali), Punjab - 160 055

Tel : 0172-2271620-27, Fax : 0172-2272731, Email : selinvestor@swarajenterprise.com, Website : www.swarajenterprise.com

EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019

₹ Lakhs

S.No.	Particulars	Quarter Ended	Nine Months Ended	Quarter Ended
		31.12.2019	31.12.2019	31.12.2018
		(Unaudited)	(Unaudited)	(Unaudited)
1	Total Income from Operations	17,007	59,817	19,872
2	Net Profit for the period (before tax and exceptional items)	1,733	7,164	2,680
3	Net Profit for the period before tax (after exceptional items)	1,733	7,164	2,680
4	Net Profit for the period after tax (after exceptional items)	1,289	5,520	1,734
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	1,289	5,520	1,734
6	Paid-up Equity Share Capital (Face Value ₹10/-)	1,213	1,213	1,213
7	Other Equity	-	-	-
8	Earning Per Share (of ₹10 each) (not annualized)			
	- Basic	₹ 10.62	₹ 45.51	₹ 14.31
	- Diluted	₹ 10.61	₹ 45.47	₹ 14.29

NOTES:

1. The financial results for the quarter and nine months ended 31st December, 2019 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held at Mumbai on 28th January, 2020. The Statutory Auditors of the Company has conducted a Limited Review of the said financial results.

2. The Company has opted to exercise the option permitted under section 115BAA of the Income-Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, Current Tax & Deferred Tax Assets/Liabilities have been re-measured and impact of this has been recognised in the quarter ended on 30th September, 2019 and nine months ended on 31st December, 2019.

3. The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the Stock Exchange Websites, www.nseindia.com and www.bseindia.com, and on the Company's website www.swarajenterprise.com.

Place : Mumbai
Date : 28th January, 2020

for and on behalf of
the Board of Directors

SUBHASH MAGGO
Whole Time Director &
Chief Executive Officer