



Salora International Ltd.

August 20, 2020

BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI – 400 001.

Company Scrip Code: 500370

Sub: **Regulation 33 of SEBI (LODR) Regulations, 2015 – Un-audited Financial Results of the Company for 1st quarter ended 30th June, 2020**

Dear Sir,

Further to our letter dated 11.08.2020 and pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Board of Directors of the Company has approved attached Un-audited Financial Results of the Company for 1st quarter ended 30th June, 2020 at its meeting held on today i.e. 20th August, 2020, scheduled from 11.00 A.M. to conclude around 4.20 P.M.

Please find enclosed herewith the followings -

- Un-audited Financial Results for 1st quarter ended 30th June, 2020
- Limited Review Report on Un-audited Financial Results for 1st quarter ended 30th June, 2020

Thanking you,

Yours faithfully,
for **SALORA INTERNATIONAL LTD.,**


(MAHAK AGARWAL)
COMPANY SECRETARY & COMPLIANCE OFFICER
Membership No.: ACS No.- 41350



Encl.: As above

SALORA INTERNATIONAL LIMITED
CINL74899DL1968PLC004962

Regd. office : D-13/4, Okhla Industrial Area, Phase-II, New Delhi-110020.
 Visit us at www.salora.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2020

(Rs. In Lacs)

S.No.	Particulars	Quarter Ended		Year Ended	
		30.06.2020	31.03.2020		31.03.2020
		Unaudited	Audited Refer note no. 4	Unaudited	Audited
1	INCOME				
(a)	Revenue from Operations	899.59	4,379.99	4,136.12	16,789.70
(b)	Other Operating Income	-	37.66	51.38	89.12
(c)	Other Income	2.91	4.75	4.28	15.98
	Total Income	902.50	4,422.40	4,191.78	16,894.80
2	EXPENSES				
a)	Cost of Materials Consumed	163.35	56.70	83.88	422.20
b)	Purchases of Stock in Trade	561.27	4,056.12	3,669.95	15,094.72
c)	Changes in inventories of finished goods, Stock-In-Trade and work-in-progress	91.65	262.54	175.00	689.37
d)	Employee Benefits Expense	67.63	93.17	109.82	421.58
e)	Finance Cost	160.19	133.99	195.10	745.23
f)	Depreciation and Amortisation Expense	47.29	51.61	48.75	200.02
g)	Other Expenses	116.11	213.72	74.80	612.81
	Total expenses	1,207.49	4,867.85	4,357.30	18,185.93
3	Profit / (loss) before exceptional items and tax	(304.99)	(445.45)	(165.52)	(1,291.13)
4	Exceptional Items				
5	Profit / (loss) before tax	(304.99)	(445.45)	(165.52)	(1,291.13)
6	Tax Expense :				
	a) Current Tax	(76.38)	(106.14)	(139.48)	62.84
	b) Deferred Tax	(76.38)	(106.14)	(139.48)	62.84
7	Profit/(Loss) after Tax	(228.61)	(339.31)	(26.04)	(1,353.97)
8	Other comprehensive income				
	a) Items that will not be reclassified to profit and loss				
	i) Actuarial gain / (loss) on remeasurement of defined benefit plans	1.24	12.47	(2.50)	4.97
	ii) Income tax relating to the above	0.31	3.13	0.78	1.25
	Other comprehensive income (net of tax)	0.93	9.34	(1.72)	3.72
9	Total comprehensive income (net of tax)	(227.68)	(329.97)	(27.76)	(1,350.25)
10	Paid-up Equity Share Capital (face value Rs.10/- each)	880.73	880.73	880.73	880.73
11	Total Reserves as shown in previous year				4,613.40
12	Earning Per Share (EPS)(not annualised)				
	(a) Basic	(2.60)	(3.85)	(0.30)	(15.37)
	(b) Diluted	(2.60)	(3.85)	(0.30)	(15.37)



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SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

S.No.	Particulars	(Rs. In Lacs)			
		Quarter Ended		Year Ended	
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
1	Segment Revenue (net sales/income from operations)				
	a) Consumer Electronics Division	831.27	4,401.68	4,008.70	16,534.35
	b) Wind Energy	68.32	15.97	178.80	344.47
	Net Sales/ Income from Operations	899.59	4,417.65	4,187.50	16,878.82
2	Segment Results - (Profit / (Loss) before tax and interest from segment)				
	a) Consumer Electronics Division	(101.87)	(199.49)	(31.15)	(402.40)
	b) Wind Energy	10.37	(40.61)	128.59	119.52
	Total	(91.50)	(240.10)	97.44	(282.88)
	Less : i. Interest	152.77	123.85	183.47	702.98
	ii. Other un-allocable expenditure net of un-allocable income	60.72	81.50	79.49	305.27
	Profit from ordinary activities	(304.99)	(445.45)	(165.52)	(1,291.13)
3	Segment Assets				
	a) Consumer Electronics Division	10,908.02	11,086.96	12,683.10	11,086.96
	b) Wind Energy	1,214.88	1,399.78	1,471.96	1,399.78
	c) Un-allocable Segment Assets	2,300.71	2,241.02	2,493.00	2,241.02
	Total	14,423.61	14,727.76	16,648.06	14,727.76
4	Segment Liabilities				
	a) Consumer Electronics Division	2,129.72	2,277.24	3,034.89	2,277.24
	b) Wind Energy	52.76	101.94	26.51	101.94
	c) Un-allocable Segment Liabilities	6,973.96	6,853.73	6,769.31	6,853.73
	Total	9,156.44	9,232.91	9,830.71	9,232.91

Notes

- The above financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in the meeting held on 20th August 2020 & these results have been reviewed by the Statutory Auditors of the company.
- The Company's operations and financial results for the quarter ended 30th June, 2020 have been impacted due to outbreak of Covid-19 pandemic and consequent lockdown announced by the Government of India. The Company's operations were resumed gradually during the current quarter considering directive from various government authorities with constraints of workforce. The results of the current quarter are therefore not comparable to the respective previous quarters. The Company has conducted an assessment of the possible impact of the ongoing Covid-19 pandemic on its operations, liquidity position and recoverability of its asset balances as at 30th June, 2020 based on the internal and external information upto the date of approval of these financial results. Since the situations are continuously evolving, the impact assessed may be different from the estimates made as at the date of approval of these financial results and management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.
- Segment Revenue and Result of Wind Energy Division of June 2020 quarter has fallen due to change in tariff rate and of March 2020 quarter due to seasonal nature and tariff rate.
- The figures of the quarter ended March 31, 2020 are the balancing figures between audited figures for the full financial year and unaudited published year to date figures up to the third quarter of the financial year.
- Previous quarters figures have been regrouped/ reclassified wherever necessary to correspond with the current quarter classification and disclosures.

Place : New Delhi.
Date : 20th August, 2020

GOPAL SITARAM JIVARAJKA
CHAIRMAN & MANAGING DIRECTOR



SALORA INTERNATIONAL LIMITED

CIN L74899 DL 1968 PL C 004962

Regd. office : D-13/4, Okhla Industrial Area, Phase-II, New Delhi-110020.

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**EXTRACT OF THE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30TH JUNE, 2020**

Particulars	Quarter Ended				(Rs. In lacs)
	30.06.2020 Unaudited	31.03.2020 Audited Refer note no. 4	30.06.2019 Unaudited	31.03.2020 Audited	
Total Income from Operations	902.50	4,422.40	4,191.78	16,894.80	
Net profit / (loss) for the period (before exceptional items and tax)	(304.99)	(445.45)	(165.52)	(1,291.13)	
Net profit / (loss) for the period (after exceptional items and before tax)	(304.99)	(445.45)	(165.52)	(1,291.13)	
Net profit / (loss) for the period after tax	(228.61)	(339.31)	(26.04)	(1,353.97)	
Total comprehensive income for the period (comprising profit / (loss) for the period (after tax) and other comprehensive income (after tax))	(227.68)	(329.97)	(27.76)	(1,350.25)	
Paid-up Equity Share Capital	880.73	880.73	880.73	880.73	
Reserves as shown in the Balance Sheet of previous year				4,613.40	
Earning per Share (of Rs. 10/- each)					
Basic	(2.60)	(3.85)	(0.30)	(15.37)	
Diluted	(2.60)	(3.85)	(0.30)	(15.37)	

Notes:

- The above financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in the meeting held on 20th August 2020 & these results have been reviewed by the Statutory Auditors of the company.
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- Previous quarters figures have been regrouped/reclassified wherever necessary to correspond with the current quarter classification and disclosures.

Place : New Delhi.

Date : 20th August, 2020

GOPAL SITARAM JIWARAIKA
CHAIRMAN & MANAGING DIRECTOR





R. GOPAL & ASSOCIATES

CHARTERED ACCOUNTANTS

G-1, Ground Floor, South Extension-II, New Delhi-110049
Ph. : 011-41649623, 41649624, 41649625, 41649626

Independent Auditor's Review Report on the Quarterly Unaudited 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 of Salora International Limited

1. We have reviewed the accompanying statement of unaudited financial results of Salora International Limited (the "Company") for the quarter ended 30th June, 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 has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ('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.



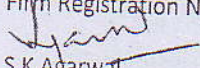
Emphasis of Matter:-

We draw attention to the following matters:-

- i) In assessing the recoverability of assets such as inventories, trade receivables, property, plant & equipments and other financial assets based on current indicators of future economic conditions, the Company expects to recover the carrying amounts of its assets. The impact of the global health pandemic COVID-19, may be different from the presently estimated and would be recognized in the financial statements when material changes to economic conditions arise as stated in note no 2 of the financial results.
- ii) The Company's has inventories as at 30th June, 2020 of Rs. 4843.74 lakhs at cost. This includes old inventories under the process of identification of slow moving and non moving by the management against which provision of Rs.262.81 lacs has been considered on estimation basis and we have relied upon thereon. The company is making necessary efforts to reduce the old inventory level on priority.
- iii) Contingent liabilities of Rs. 5891.57 lacs related to Sales tax, Excise duty, Service tax and Income tax etc. against which amount deposited Rs 868.69 lacs which are contested by the company and pending before various forums. However management believes that based on legal advice, the outcome of these contingencies will be favorable and that outflow of economic resources is not probable.
- iv) The Company has material statutory dues recoverable of Sales tax of Rs 301.94 lacs, Income tax Rs. 114.73 lacs and Modvat Rs.7.82 lacs which have been considered good.
- v) For deferred tax assets on unabsorbed depreciation, business losses, impairment provisions and capital losses etc. recognized net of deferred tax liability on account of difference in block of fixed assets amounting to Rs. 1846.62 lakhs as at 30th June, 2020, as the management is confident for realization of the same.
- vi) Pending confirmations / statement of accounts / follow up documents of old debit balances of certain trade payables and advances amounting to Rs. 56.63 lakhs have been considered good, as the management is hopeful of recovery /adjustment of the same.

Our conclusion is not modified in respect of these matter stated above.

For R Gopal & Associates
Chartered Accountants
Firm Registration No.:000846C


S K Agarwal
Partner

Membership No. 093209

Place : New Delhi

Date: 20th August 2020

UDIN: 20093209AAAAAV9974

