

Pitti Engineering Limited

[Formerly Pitti Laminations Limited]

ISO 9001:2015 ISO 14001:2015

www.pitti.in



30th October 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: PITTILNG

Dear Sir,

Sub: Outcome of Board Meeting

We wish to inform you that Board of Directors of the Company at its meeting held today i.e. 30th October 2020 has *inter alia*, approved the Un-audited Financial Results of the company for quarter and half-year ended 30th September 2020.

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 half-year ended 30th September 2020 along with the limited review report as provided by the statutory auditors.

The meeting of Board of Directors of the Company commenced at 4:00 P.M and concluded at 4:30 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

Registered Office

6-3-648/401, 4th Floor
Padmaja Landmark, Somajiguda
Hyderabad - 500 082
Telangana, India
T: +91 40 2331 2774 / 2331 2770
F: +91 40 2339 3985
info@pitti.in

Sl.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Income						
	(a) Revenue from operations	13495.02	6155.15	14450.57	19650.17	29419.26	52506.29
	(b) Other income	42.20	53.36	40.98	95.56	93.75	367.45
	Total income from operations	13537.22	6208.51	14491.55	19745.73	29513.01	52873.74
2	Expenses:						
	(a) Cost of materials consumed	7890.49	4053.21	10109.07	11943.70	19972.52	33383.46
	(b) Purchase of Stock-in-trade	-	-	24.19	-	310.99	361.95
	(c) Changes in inventories of finished goods work-in-progress and stock-in-trade	694.30	40.11	(490.39)	734.41	(422.59)	715.67
	(d) Employee benefit expenses	1381.22	906.14	1416.87	2287.36	2787.49	5454.79
	(e) Finance costs	629.00	651.22	762.21	1280.22	1569.01	3411.54
	(f) Depreciation and amortization expenses	723.39	689.74	664.79	1413.13	1335.16	2742.00
	(g) Other Expenses	1126.15	947.50	1322.50	2073.65	2565.72	4818.78
	Total expenses	12444.55	7287.92	13809.24	19732.47	28118.30	50888.19
3	Profit / (loss) before exceptional and extraordinary items and taxation (1-2)	1092.67	(1079.41)	682.31	13.26	1394.71	1985.55
4	Exceptional items	-	-	-	-	-	-
5	Profit / (loss) before extraordinary items and taxation (3-4)	1092.67	(1079.41)	682.31	13.26	1394.71	1985.55
6	Extraordinary items	-	-	-	-	-	-
7	Profit / (loss) before taxation (5-6)	1,092.67	(1,079.41)	682.31	13.26	1,394.71	1,985.55
8	Income tax expenses						
	(a) Current tax charge / (Credit)	102.23	-	145.31	102.23	381.71	524.85
	(b) Tax relating to earlier years charge / (Credit)	-	-	(42.59)	-	(42.59)	(42.59)
	(c) Reversal of MAT Credit	-	-	372.45	-	372.45	372.45
	(d) Deferred tax charge / (Credit)	(18.75)	(101.38)	(494.02)	(120.13)	(467.02)	(578.66)
	Total tax expenses	83.48	(101.38)	(18.85)	(17.90)	244.55	276.05
9	Profit / (loss) for the period (7 - 8)	1009.19	(978.03)	701.16	31.16	1150.16	1709.50
10	Other Comprehensive Income						
	(i) Items that will not be reclassified subsequently to profit or loss						
	Remeasurement of the net defined benefit liability/assets	22.29	(6.80)	1.39	15.49	3.89	(24.74)
	Change in fair value of non-current investment	-	-	-	-	-	-
	Change in fair value of current investment	0.02	(0.19)	(0.42)	(0.17)	(0.09)	(1.09)
	(ii) Items that will be reclassified subsequently to profit or loss						
	Total other comprehensive income, net of income tax	22.31	(6.99)	0.97	15.32	3.80	(25.83)
11	Total Comprehensive income (9+10)	1031.50	(985.02)	702.13	46.48	1153.96	1683.67
12	Paid up Share Capital (face value of ₹ 5/- per share)	1602.92	1602.92	1602.92	1602.92	1602.92	1602.92
13	Reserves Excluding Revaluation Reserves						19177.14
14	Earnings per share of ₹ 5/- each : (Not Annualized)						
	(a) Basic (₹)	3.15	(3.05)	2.19	0.10	3.70	5.42
	(b) Diluted (₹)	3.15	(3.05)	2.19	0.10	3.70	5.42



[Handwritten signature]



[Handwritten signature]

Statement of Assets and Liabilities

₹ in lakhs

Sl. No.	Particulars	As at	As at
		30th September 2020	31st March 2020
		Un-Audited	Audited
A	ASSETS		
	NON-CURRENT ASSETS		
	(a) Property, plant and equipment	18516.33	21173.57
	(b) Assets held for Sale	-	-
	(b) Capital work-in-progress	2840.03	825.85
	(c) Intangible Assets	1019.47	1133.48
	(d) Right of use of Assets	4945.73	2,423.07
	(e) Financial Assets		
	(i) Investments	1641.00	1641.00
	(ii) Loans	20.53	19.43
	(ii) Term Deposit Accounts	425.47	160.19
	(f) Other non-current assets	895.20	401.13
	TOTAL NON - CURRENT ASSETS	30303.76	27777.72
	CURRENT ASSETS		
	(a) Inventories	13583.17	12650.16
	(b) Financial Assets		
	(i) Investments	0.82	0.96
	(ii) Trade receivables	15369.00	13938.09
	(iii) Cash and Cash equivalents	1166.71	1485.62
	(iv) Other financial assets	143.41	142.74
	(c) Assets held for sale	262.00	262.00
	(d) Other current assets	5415.21	3351.70
	TOTAL CURRENT ASSETS	35940.32	31831.27
	TOTAL ASSETS	66244.08	59608.99
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity share capital	1602.92	1602.92
	(b) Other equity	19223.62	19177.14
	(c) Monies Received against Warrants	-	-
	TOTAL EQUITY	20826.54	20780.06
	LIABILITIES		
	NON-CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	3373.87	4386.19
	(ii) Provision for Lease Liability	5563.47	2320.69
	(iii) Others	0.36	0.36
	(b) Other Long Term Liabilities	385.00	1685.00
	(c) Provisions	524.62	493.46
	(d) Deferred tax liabilities(net)	986.75	1106.88
	TOTAL NON-CURRENT LIABILITIES	10834.07	9992.58
	CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	19582.14	15661.85
	(ii) Trade payables		
	Dues to micro and small enterprises	59.16	70.24
	Dues to others	10069.91	9601.16
	(iii) Other financial liabilities	3386.53	2338.44
	(iii) Provision for Lease liability	303.29	304.74
	(b) Other current liabilities	431.36	202.36
	(c) Provisions	383.03	292.88
	(d) Income tax liabilities (net)	368.05	364.68
	TOTAL CURRENT LIABILITIES	34583.47	28836.35
	TOTAL EQUITY AND LIABILITIES	66244.08	59608.99



Cash Flow Statement

₹ in lakhs

Particulars	For the Half Year ended	For the Half Year ended
	30.09.2020	30.09.2019
	Un-Audited	Un-Audited
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	13.26	1,394.71
Adjusted for		
Depreciation	1,413.13	1,335.16
Interest Income	(42.62)	(30.06)
Credit Risk Impaired	4.06	2.64
Credit Risk Allowance	2.52	-
Loss / (Profit) on sale of fixed assets (net)	166.79	(2.22)
Re-measurement gains/(losses) on employee defined benefit plans	15.49	3.89
Re-measurement gains/(losses) on Investments	(0.17)	(0.09)
Unrealised foreign exchange differences	(562.22)	(95.61)
Finance Costs	1,280.22	1569.01
Operating Profit before Working Capital changes	2,290.46	4,177.43
Change in working capital	(1546.35)	451.19
Cash generated from operations	744.11	4,628.62
Direct Taxes Paid	(137.64)	(320.06)
Net cash flow from operating activities (A)	606.47	4,308.56
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & equipment and intangibles (including capital work in progress and capital advances)	(3,471.47)	(957.45)
ROU Assets as per Ind AS 116	(485.24)	(2,613.72)
Proceeds from sale of fixed assets	33.65	14.79
Profit/(Loss) on current financial assets measured at FVTPL	0.14	0.09
Advance received for Assets held for sale	-	-
Interest income received	41.31	15.99
Net cash used in Investing Activities - (B)	(3,881.61)	(3,540.30)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	-	2,000.00
Proceeds from issue of share warrants	-	(500.00)
Finance charges	(639.25)	(1,441.74)
Cash Payments for Principal portion of lease liability	(163.43)	(158.67)
Cash Payments for interest portion of lease liability	(1.71)	(4.70)
Working Capital Borrowings	3,920.29	(632.78)
Funds for long term use	(1,300.00)	-
Long Term Funds (Term Loans from financial institutions and other unsecured loans)	(1311.72)	(848.38)
Long Term Funds (Funds from Promoters and Promoters Group converted to Share Capital)	-	(1,470.00)
Long Term Deposits received	-	-
Term Deposit Accounts with financial institutions	(265.28)	-
Lease Liability	3,241.33	2,618.42
Net Cash used in Finance Activities - (C)	3480.23	(437.85)
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	205.09	330.41
Opening Balance in Cash and cash equivalents	670.44	141.91
Closing Balance in Cash and cash equivalents	875.53	472.32



[Handwritten signature]

Notes to the financial results:

- The above financial results for the quarter and half-year ended 30th September, 2020 has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th October, 2020.
- During March 2020, the novel corona virus (Covid-19) started spreading in India and WHO declared it as a global pandemic as Covid-19 severely affected public health. In response, Governments across the globe imposed lockdowns which disrupted worldwide economic activity. Accordingly, the Central & State Governments gave directives for lockdown which effected the operations of the Company impacting the sales and profitability. The Company continuously monitored the situation and took necessary actions in response to the developments to minimize the impact and safeguard its assets and people. The Company has evaluated the prevailing situation and assessed the impact on the financial statements for the period ended 30th September 2020 and is confident of recoverability of the assets including receivables, investments, property plant and equipment, intangible assets, assets held for sale and estimates no material impact. However, due to uncertainties surrounding Covid-19, the actual impact may be different from the estimates.
- 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			Half Year Ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I. Segment Revenue						
a) India	8,610.07	2,429.81	9,090.83	11,039.89	17,670.00	31,709.59
b) Outside India	4,927.15	3,778.70	5,400.72	8,705.84	11,843.01	21,164.15
Total	13,537.22	6,208.51	14,491.55	19,745.73	29,513.01	52,873.74
II. Segment Assets						
a) India	58,200.96	51,525.47	51,797.35	58,200.96	51,797.35	52,056.32
b) Outside India	8,043.12	7,746.29	9,121.73	8,043.12	9,121.73	7,552.67
Total	66,244.08	59,271.76	60,919.08	66,244.08	60,919.08	59,608.99

Place: Hyderabad
Date: 30th October, 2020



By order of the Board
For PITTI ENGINEERING LIMITED


SHARAD B PITTI
CHAIRMAN & MANAGING DIRECTOR
DIN: 00078716





Independent Auditor's Review Report on the Quarterly and Year to Date 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
Pitti Engineering Limited
Hyderabad.**

We have reviewed the accompanying statement of unaudited financial results of **Pitti Engineering Limited** ("the Company") for the quarter ended 30th September 2020 and year to date results for the period 01st April 2020 to 30th September 2020 ("the Statement"). This statement is the responsibility of the Company's Management and has been approved by 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: 20221671AAAAS3000
Hyderabad
30th Oct' 2020



T: 040 2324 0700 / 900
F: 040 4010 0860



www.Lncofirm.com



Laxminiwas & Co.

Head Office: 6-3-569, 4th Floor, Above BMW Showroom,
Opp. RTA Office Khairatabad, Hyderabad- 500 082, Telangana, India.