

# 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  
25<sup>th</sup> January, 2022

**BSE Limited**  
Listing Department  
P.J. Towers, 1<sup>st</sup> 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**

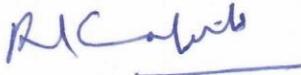
This is to inform that Board of Directors of Swaraj Engines Limited in their meeting held today the 25<sup>th</sup> January, 2022 have approved the Unaudited Financial Results of the Company for the third quarter and nine month period ended 31<sup>st</sup> December, 2021. Copies of the Unaudited Financial 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 3.30 P.M. and concluded at **5:05 P.M.**

You are requested to kindly take note of the above.

With regards,

**For Swaraj Engines Limited**



**(Rajesh K. Kapila)**  
**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, 2021

₹ Lakhs

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from Operations	23750	34359	27239	89580	68166	98657
Other Income	242	234	221	737	635	859
<b>Total Income</b>	<b>23992</b>	<b>34593</b>	<b>27460</b>	<b>90317</b>	<b>68801</b>	<b>99516</b>
<b>Expenses</b>						
a) Cost of Materials Consumed	18433	27538	21274	70296	53466	77438
b) Changes in Inventories of Finished Goods and Work-in-Progress	180	(473)	40	(242)	(436)	(869)
c) Employee Benefits Expense	1113	1135	1100	3382	3179	4289
d) Finance Costs	6	1	-	7	-	-
e) Depreciation and Amortization Expense	435	476	518	1390	1505	1977
f) Other Expenses	1103	1385	1165	3716	3009	4233
<b>Total Expenses</b>	<b>21270</b>	<b>30062</b>	<b>24097</b>	<b>78549</b>	<b>60723</b>	<b>87068</b>
<b>Profit before Exceptional Items and Tax</b>	<b>2722</b>	<b>4531</b>	<b>3363</b>	<b>11768</b>	<b>8078</b>	<b>12448</b>
Exceptional Items	-	-	-	-	-	-
<b>Profit before Tax</b>	<b>2722</b>	<b>4531</b>	<b>3363</b>	<b>11768</b>	<b>8078</b>	<b>12448</b>
Tax Expense - Current	716	1190	982	3106	2396	3595
- Deferred	(13)	(36)	(121)	(99)	(316)	(401)
- Total	703	1154	861	3007	2080	3194
<b>Profit for the Period</b>	<b>2019</b>	<b>3377</b>	<b>2502</b>	<b>8761</b>	<b>5998</b>	<b>9254</b>
<b>Other Comprehensive Income</b>						
A) (i) Items that will not be reclassified to Profit or Loss	-	-	-	-	-	7
(ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	(2)
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	-	-	-	-	-	-
<b>Other Comprehensive Income (Net of Tax)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5</b>
<b>Total Comprehensive Income for the Period</b>	<b>2019</b>	<b>3377</b>	<b>2502</b>	<b>8761</b>	<b>5998</b>	<b>9259</b>
Paid-up Equity Share Capital (Face Value ₹10/-)	1214	1214	1214	1214	1214	1214
Other Equity	-	-	-	-	-	26843
<b>Earning Per Share (not annualized)</b>						
- Basic	₹ 16.62	₹ 27.82	₹ 20.61	₹ 72.16	₹ 49.43	₹ 76.27
- Diluted	₹ 16.62	₹ 27.81	₹ 20.59	₹ 72.13	₹ 49.38	₹ 76.20



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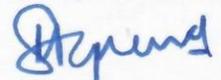
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### STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2021

#### NOTES:

1. The financial results for the quarter and nine months ended 31st December, 2021 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held on 25th January, 2022. 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. The Management has made the assessment of possible impact of Covid 19 on its liquidity, recoverable values of its financial & non-financial assets and has concluded that there are no significant adjustments required in the financial results. Further, the Management will continue to closely monitor the developments and possible impact, If any, on its financial condition, liquidity and operations due to Covid 19.
5. Previous year/period figures have been regrouped / recast, wherever necessary, to make them comparable.

*for and on behalf of  
the Board of Directors*



**M.S. Grewal**  
Whole Time Director &  
Chief Executive Officer

Place : S.A.S. Nagar (Mohali)  
Date : 25th January, 2022

# **B. K. Khare & Co.** **Chartered Accountants**

706/708, Sharda Chambers, New Marine  
Lines, Mumbai – 400 020, India

## **Independent Auditor's Review Report on the Unaudited Financial Results of the Company for the Quarter and year-to-date ended 31<sup>st</sup> December 2021 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review report to,  
The Board of Directors  
Swaraj Engines Limited**

1. We have reviewed the accompanying Statement of unaudited financial results of Swaraj Engines Limited ('the Company') for the quarter and year-to-date ended 31<sup>st</sup> December 2021 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's management and has approved by the Board of Directors of the Company in its meeting held on January 25, 2022. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review 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 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 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 B.K. Khare & Co.**  
Chartered Accountants  
ICAI Firm Registration No. 105102W

Aniruddha  
Mohan Joshi

Digitally signed by Aniruddha  
Mohan Joshi  
Date: 2022.01.25 16:22:09  
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**Aniruddha Joshi**  
Partner  
Membership No. 040852  
UDIN: 22040852AAAABL9338  
S.A.S. Nagar (Mohali), 25 January 2022

### Swaraj Engines Posts PBT of Rs. 27.2 crores for Q3 FY22

**Mohali (S.A.S.Nagar), 25<sup>th</sup> January, 2022:** 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 31<sup>st</sup> December, 2021.

#### Q3 (Oct. – Dec. 2021)

The Company on a sale of 23,836 units of engines during the third quarter ended 31<sup>st</sup> December, 2021 posted its second highest Q3 performance in terms of engines sale volume and profit. However, in the backdrop of degrowth in tractor industry, the said volume remained lower by 23.6% when compared to the sale of 31,193 engines during corresponding quarter of last year.

Reflecting the above, the Company's net operating revenue for the third quarter was Rs. 237.50 crores (last year Rs. 272.39 crores). While inflationary trend continued in commodity prices, focus on operational efficiencies has helped to keep the drop in profit lower than the volume degrowth. Profit Before Tax for the quarter stood at Rs. 27.22 crores (last year Rs. 33.63 crores) and Profit After Tax was Rs. 20.19 crores (last year Rs. 25.02 crores) – a drop of 19.3%.

Financial summary for Q3 is given below:

Particulars	Rs. Crores	
	Q3	
	FY22	FY21
Engine Sales (Nos.)	23,836	31,193
Net Operating Revenue	237.50	272.39
Operating Profit	29.21	36.60
Profit Before Tax (PBT)	27.22	33.63
Profit After Tax (PAT)	20.19	25.02

#### Nine month period (Apr. – Dec. 2021)

In view of the growth in sales recorded during H1 of the current fiscal, the cumulative engines sale for the nine month period ended 31<sup>st</sup> December, 2021 registered an overall increase of 16.9% and reached 92,874 units as compared to last year's sale of 79,438 units. The operating revenue for April – December 2021 period was Rs. 895.80 crores (last year Rs. 681.66 crores). The Profit Before Tax for the nine month period stood at Rs. 117.68 crores (last year Rs. 80.78 crores) and Profit After Tax was Rs. 87.61 crores (last year Rs. 59.98 crores).

The above performance for the cumulative nine month period is the highest ever - both for the engines sale volume and profit.

#### About Swaraj Engines Ltd.

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

#### For further information, please contact:

Maninder S. Grewal,  
Whole Time Director & CEO  
Phone: (+91-172) 2234941-47

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**EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE  
QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2021**

₹ Lakhs

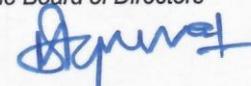
S.No.	Particulars	Quarter Ended	Nine Months Ended	Quarter Ended
		31.12.2021	31.12.2021	31.12.2020
		(Unaudited)	(Unaudited)	(Unaudited)
1	Total Income from Operations	23750	89580	27239
2	Net Profit for the period (before tax and exceptional items)	2722	11768	3363
3	Net Profit for the period before tax (after exceptional items)	2722	11768	3363
4	Net Profit for the period after tax (after exceptional items)	2019	8761	2502
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	2019	8761	2502
6	Paid-up Equity Share Capital (Face Value ₹10/-)	1214	1214	1214
7	Other Equity	-	-	-
8	Earning Per Share (of ₹10 each) (not annualized)			
	- Basic	₹ 16.62	₹ 72.16	₹ 20.61
	- Diluted	₹ 16.62	₹ 72.13	₹ 20.59

**NOTES:**

1. The financial results for the quarter and nine months ended 31st December, 2021 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held on 25th January, 2022. The Statutory Auditors of the Company has conducted a Limited Review of the said financial results.

2. 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](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com), and on the Company's website [www.swarajenterprise.com](http://www.swarajenterprise.com).

for and on behalf of  
the Board of Directors



**M.S. Grewal**

Whole Time Director &  
Chief Executive Officer

Place : S.A.S. Nagar (Mohali)

Date : 25th January, 2022