



May 31, 2018

To,
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001.

Kind Attn. Kind Attn. Mr. Prasad Bhide

Dear Sirs,

Sub: Audited Financial Results of the Company for the year ended Mar 31, 2018

Further to our letter dated May 18, 2018, we wish to inform you that at the Meeting of the Board of Directors of the Company held on May 29, 2018, the Board approved and taken on record the Audited Financial Results of the Company for the year ended Mar 31, 2018.

A copy of the aforesaid financial results is enclosed for your kind reference. Also, a copy of the publication of the said financial results will be sent to you immediately after the results are published in the newspapers.

Kindly acknowledge receipt.

Thanking you

Yours faithfully
for SPEL Semiconductor Limited

S. S. Arunachalam
Company Secretary & Compliance Officer

Encl: as above

INDEPENDENT AUDITOR'S REPORT

**TO THE BOARD OF DIRECTORS OF
SPEL SEMICONDUCTOR LIMITED**

1. We have audited the accompanying Statement containing the audited Financial Results ("Results") of **SPEL SEMICONDUCTOR LIMITED** ("the Company") for the year ended March 31, 2018 together with the notes thereon ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016, which have been initialled by us for identification purpose only.

Management's Responsibility

2. The Statement is the responsibility of the Company's Management and approved by the Board of Directors. We draw attention to Note 14 of the Statement with regard to the results for the quarter ended March 31, 2018 and March 31, 2017 being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years. The figure up to the end of the third quarter was subject to limited review and not subjected to audit. These financial results are based on the audited financial statements for the year ended 31 March 2018 prepared in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and the published year to date figures up to the end of the third quarter of the financial year prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, Interim Financial Reporting, specified under Section 133 of the Act, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial results based on our audit of the financial statements for the year ended 31 March 2018 and our review of financial results for the nine months period ended 31 December 2017.
4. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the results are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Result in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the



appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the results.

6. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a reasonable basis for our audit opinion.

7. Opinion

In our opinion and to the best of our information and according to the explanations given to us:

(i) The Statement is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No CIR/CFD/FAC/62/2016 dated July 5, 2016; and

(ii) The Annual audited standalone financial results for the year ended March 31, 2018 as set out in the Statement give a true and fair view of the total comprehensive income (comprising profit/loss and other comprehensive income) and other financial information of the Company for the year ended March 31, 2018 with the accounting principles generally accepted in India.

8. Emphasis on matter:

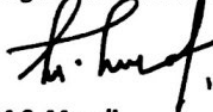
The Company has incurred losses during the year and in preceding years generating negative operating cash flows and working capital deficiencies resulting in defaults in meeting obligations. Management has represented that the future plans drawn up and the infusion of the funds by the promoters indicate sufficient support to the company to recover past losses within a reasonable period of time and settle its obligations as and when they fall due. On this basis, the financial statements continue to be prepared on going concern basis. Our opinion is not qualified in respect of this matter.

9. The Statement dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. This Statement is based on and should be read with the audited financial statements of the Company for the year ended March 31, 2018 on which we have issued an unmodified opinion vide our report dated May 29, 2018.

For M.S. Krishnaswami & Rajan

Chartered Accountants

Registration No. 01554S



M.S. Murali

Partner

Membership No. 26453



May 29, 2018

Chennai

SPEL Semiconductor Limited
Regd Office: 5 CMDA, Industrial Estate, Maraimalai Nagar, Chennai - 603 209
CIN : L3220LTN1984PLCO11434 - Regd Mail Id: info@spel.com - Website : www.spel.com
STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

S.No.	Particulars	Quarter Ended			Amount (Rs in lakhs)	
		Year Ended				
		31/03/2018 (Refer note 12)	31/12/2017	31/03/2017 (Refer note 12)	31/03/2018	31/03/2017
1	Revenue from Operations	591.46	1,257.93	1,008.46	4,166.31	3,553.22
2	Other Income	125.51	36.35	174.37	233.70	282.07
3	Total Income (1+2)	716.97	1,294.28	1,182.83	4,400.01	3,835.29
4	EXPENSES					
	Cost of materials consumed.	385.96	406.43	562.18	1,601.01	1,475.76
	Purchases of Stock-in trade.	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in-trade and work-in-progress.	(39.22)	30.51	51.60	120.55	36.86
	Employee benefits expense	342.17	349.12	320.77	1,382.12	1,319.62
	Finance costs	97.24	63.26	27.37	289.16	215.67
	Depreciation and amortisation expense	140.04	160.05	197.44	630.57	693.33
	Power and Fuel	94.67	96.52	87.82	390.54	397.02
	Other expenses	453.47	208.62	135.53	952.95	535.06
	Total Expenses	1,474.33	1,314.51	1,382.71	5,366.90	4,673.32
5	Loss before exceptional items and tax (3-4)	(757.36)	(20.23)	(199.88)	(966.89)	(838.03)
6	Exceptional items (Refer Note 4)	(171.14)	37.67	2,328.36	(133.47)	2,369.91
7	Loss before tax (5-6)	(586.22)	(57.90)	(2,528.24)	(833.42)	(3,207.94)
8	Tax expense:					
	(1) Current tax -charge/(writeback)	-	5.23	210.24	(40.73)	121.42
	(2) Deferred tax - charge/(write back)	(35.21)	141.90	(268.96)	54.37	(268.96)
9	Loss for the period from continuing operations (7-8)	(551.01)	(205.03)	(2,469.52)	(847.06)	(3,060.40)





10	Other Comprehensive Income						
	(i) Items that will not be reclassified to profit and loss						
	Remeasurement of defined benefit- Gain/(loss)	18.19	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit and loss	5.23	(1.74)	(1.66)	-	(5.98)	
	Total	23.42	3.91	26.31	35.13	15.61	
11	Total Comprehensive Income for the period (9+10) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(527.60)	(201.13)	(2,443.22)	(811.93)	(3,044.79)	
12	Earnings per equity share of Rs.10/- each (not annualised)						
	- Basic and Diluted	(1.19)	(0.43)	(5.30)	(1.84)	(6.63)	
13	Paid Up Equity Share Capital (Face Value Rs. 10/- each)	4613.25	4613.25	4613.25	4613.25	4613.25	
14	Network (Refer Note 11)	-	-	-	8703.49	9515.22	
Notes:							
(1)	The above Financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on May 29, 2018.						
(2)	The Company has adopted Indian Accounting Standards prescribed under Section 133 of The Companies Act 2013 (Ind AS) from April 1, 2017 and accordingly the above financial results have been prepared in accordance with the recognition and measurement principles read with relevant rules issued thereunder and the other accounting principles generally accepted in India. The Ind AS compliant financial results for the corresponding quarter and twelve months ended 31 March 2017 have been stated in terms of the Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016.						
(3)	Segment Information: The Company is principally engaged in a single business segment viz. Integrated Circuits based on nature of products, risks, returns and the internal business reporting system, there is no other reportable segment in terms of Ind AS 108 'Operating Segments'.						
(4)	Exceptional Items consists of	31/03/2017	Quarter Ended	31/03/2017	Year ended	31-Mar-17	
	a) Stock written off on settlement of insurance claim	-	33.34	-	33.34	-	
	b) Write down of inventory	(171.14)	4.33	2,328.36	4.33	2,039.13	
	c) Loss on transfer of immovable property	-	-	-	-	330.78	
	Total	(171.14)	37.67	2,328.36	37.67	2,369.91	

(5) Reconciliation of the financial results to those reported under the previous GAAP are summarised as follows:

Particulars	Quarter ended March 31, 2017 Rs. in lakhs	Year Ended March 31, 2017 Rs. in lakhs	Year Ended March 31, 2017 Rs. in lakhs
Equity as per Previous GAAP			
Net profit/(loss) after tax as per previous GAAP			5,841.46
Adjustments:	(209.73)	(878.54)	-
Ind AS Profit			(2,166.25)
Fair valuation of Property, Plant and Equipment			-
Reclassification of actuarial (gains) / losses arising in respect of employee benefit schemes	(14.38)	(19.76)	8,728.05
Impact of depreciation on fair value	18.59	17.77	-
Loss on sale of PPE on account of fair value change	(2,368.87)	(2,364.41)	-
Provision for Inventory	-	-	(777.52)
Impact on Deferred Tax	85.54	184.54	-
Net profit/(loss) after Tax as reported under Ind AS	(2,488.85)	(3,060.40)	(2,110.52)
Other Comprehensive Income (net of tax)	19.33	15.61	-
Total Comprehensive Income as reported under Ind AS	(2,469.52)	(3,044.79)	-
Equity as per Ind AS			9,515.22

(6) The Company has elected to adopt fair value determined by an independent valuer for its property, plant and equipment (PPE) and intangible assets recognised as of April 1, 2016 and use such fair value as its deemed cost as of the transition date.

(7) Consequent to the aforementioned fair valuation of (PPE) as at April 1, 2016, deferred tax liability arising out of adoption of Ind AS 12 'Income taxes' aggregating Rs.2,376.39 lakhs has been recognised by charge to Retained earnings.

(8) Under previous GAAP, actuarial gains/losses were recognised in the statement of profit and loss. Under Ind AS, the actuarial gains/losses forms part of the remeasurement of the net defined benefit liability/asset which is recognised in other comprehensive income. Additionally, the tax effect of the same has also been recognised in other comprehensive income as required by Ind AS and the consequential impact given under current tax.

(9) During the current quarter, the Company has elected to adopt a policy of classifying inventories exceeding a defined period as non-moving and providing for the same in its IndAS financial Statements. Consequently, effect of the said policy has been given effect to in the first IndAS financial statements drawn up for the year ended March 31, 2018 (with transition date of April 1, 2016). Accordingly, an amount of Rs.537.27 lakhs net of tax impact has been charged to the retained earnings as on April 1, 2016.

(10) SPEL America Inc has elected to dissolve and consequently has not been considered for consolidation for the year.


(11) A special resolution has been passed by the members of the Company by way of postal ballot/ e-voting to sell the business undertaking as a "Going concern" to a wholly owned subsidiary company.



(12) STATEMENT OF ASSETS AND LIABILITIES		
Particulars	Rs. in lakhs As at 31 March 2018 Audited	Rs. in lakhs As at 31 March 2017 Audited
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	12,635.54	13,268.69
Intangible assets	1.37	1.21
Financial Assets		
(i) Others	89.16	84.47
	12,726.07	13,354.36
Current assets		
Inventories	424.33	454.52
Financial Assets		
(i) Trade Receivables	2,808.14	2,324.83
(ii) Cash and Cash equivalents	0.47	553.39
(iii) Bank balances other than (ii) above	60.56	60.03
(iv) Others	868.79	674.80
Other current assets	101.24	54.45
	4,263.53	4,122.02
Total	16,989.60	17,476.38
EQUITY AND LIABILITIES		
Equity		
Equity share capital	4,613.25	4,613.25
Other equity	4,090.24	4,901.97
	8,703.49	9,515.22
LIABILITIES		
Non-Current Liabilities		
Financial Liabilities		
(i) Borrowings	1,317.75	1,330.78
(ii) Others Financial Liabilities	74.18	68.71
Provisions	452.74	401.59
Deferred tax liabilities (net)	2,247.42	2,193.26
Other Non Current Liabilities	120.37	126.22
	4,212.46	4,120.56
Current liabilities		
Financial Liabilities		
(i) Borrowings	1,173.71	1,491.94
(ii) Trade payables	1,805.32	1,453.31
(iii) Other financial liabilities	864.76	691.33
Other Current liabilities	205.63	177.29
Provisions	24.22	26.73
	4,073.65	3,840.60
Total	16,989.60	17,476.38





(13) The Company has adopted the formulae for computing networth	Formula
Ratio	Equity Share capital + Other Equity
Networth	
(14) The figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the quarter ended December 31, 2018 and December 31, 2017 respectively which were subject to limited review by us.	
(15) The figures for the previous year have been reclassified/regrouped wherever necessary.	
Place: Chennai Date: May 29, 2018	
For and on behalf of the Board of directors	
 D. Balakrishnan CEO & Director	