

# 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  
Fax : +91-172-2234955  
Email: mail@swarajenterprise.com

02/SP/EXCH  
22<sup>nd</sup> April, 2019

**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

**Ref: Script Code: 500407**

**Script Name: SWARAJENG**

## **SUB: Outcome of the Board Meeting**

### **A) Audited Financial Results for the year ended 31<sup>st</sup> March, 2019**

This is to inform that the Board of Directors of Swaraj Engines Limited in their meeting held today the **22<sup>nd</sup> April, 2019** have approved and taken on record the Audited financial results of the Company for the year ended 31<sup>st</sup> March, 2019. Copy of the audited results and press release are enclosed herewith.

In compliance with the provisions of Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations 2015 ("Listing Regulations"), the Company hereby declares that the Statutory Auditors, B.K.Khare & Co., Chartered Accountants, have issued the Audit Report with unmodified opinion on the financial results of the Company for the year ended 31<sup>st</sup> March, 2019. Copy of the same is enclosed herewith.

### **B) Recommendation of Dividend**

The Board, while approving the annual accounts, has recommended an equity dividend of 250% (Rs. 25.00 per share) for the financial year ended 31<sup>st</sup> March, 2019. Further, keeping in view of the Company's fund position, the Board, over and above the said normal dividend, has also recommended a special dividend payment of 250% (Rs. 25.00 per share), taking the total dividend to 500% (Rs. 50.00 per share) for FY 2018-19.

### **C) Annual General Meeting and Book Closure**

The Register of Members and Share Transfer Books of the Company will remain closed from 13<sup>th</sup> July, 2019 to 19<sup>th</sup> July, 2019 (both days inclusive) for the purpose of determining the Members eligible to receive the dividend, if declared by the shareholders at the ensuing Annual General Meeting scheduled to be held on 30<sup>th</sup> July, 2019. The dividend, if declared, shall be paid on or before 7<sup>th</sup> August, 2019.

# SWARAJ ENGINES LIMITED

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## D) Others

The approval of the Shareholders will also be sought at the ensuing AGM for the reappointment of Shri Sudhir Mankad, Shri Dileep Choksi and Smt. Neera Saggi as Independent Directors for a second consecutive term for a period of three, five and four years respectively.

The meeting of the Board of Directors of the Company commenced at 4.30 P.M. and concluded at 5.40 P.M.

This intimation is also being uploaded on the Company's website at [www.swarajenterprise.com](http://www.swarajenterprise.com)

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 : L50210PB1985PLC008473

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 AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2019

₹ Lakhs

Particulars	Quarter Ended			Year Ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
	( Refer Note 5)		( Refer Note 5)		
Revenue from Operations	19147	19872	18526	87174	79537
Other Income	364	403	414	1538	1896
<b>Total Income</b>	<b>19511</b>	<b>20275</b>	<b>18940</b>	<b>88712</b>	<b>81433</b>
<b>Expenses</b>					
a) Cost of Materials Consumed	15145	14895	13658	66523	57582
b) Changes in Inventories of Finished Goods and Work-in-Progress	(785)	196	181	(866)	(150)
c) Excise Duty	-	-	-	-	2421
d) Employee Benefits Expense	973	993	894	3928	3477
e) Finance Costs	1	-	101	9	101
f) Depreciation and Amortization Expense	528	472	417	1954	1682
g) Other Expenses	1073	1039	937	4424	4048
<b>Total Expenses</b>	<b>16935</b>	<b>17595</b>	<b>16188</b>	<b>75972</b>	<b>69161</b>
<b>Profit before Exceptional Items and Tax</b>	<b>2576</b>	<b>2680</b>	<b>2752</b>	<b>12740</b>	<b>12272</b>
Exceptional Items	-	-	-	-	-
<b>Profit before Tax</b>	<b>2576</b>	<b>2680</b>	<b>2752</b>	<b>12740</b>	<b>12272</b>
Tax Expense - Current	856	924	1059	4361	4326
- Deferred	55	22	(94)	137	(64)
- Total	911	946	965	4498	4262
<b>Profit for the Period</b>	<b>1665</b>	<b>1734</b>	<b>1787</b>	<b>8242</b>	<b>8010</b>
<b>Other Comprehensive Income</b>					
A) (i) Items that will not be reclassified to Profit or Loss	(22)	-	(45)	(22)	(45)
(ii) Income Tax relating to items that will not be reclassified to profit or loss	8	-	16	8	16
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>(14)</b>	<b>-</b>	<b>(29)</b>	<b>(14)</b>	<b>(29)</b>
<b>Total Comprehensive Income for the Period</b>	<b>1651</b>	<b>1734</b>	<b>1758</b>	<b>8228</b>	<b>7981</b>
Paid-up Equity Share Capital (Face Value ₹10/-)	1213	1213	1213	1213	1213
Other Equity	-	-	-	22585	21637
<b>Earning Per Share (not annualized)</b>					
- Basic	₹ 13.72	₹ 14.31	₹ 14.50	₹ 67.96	₹ 64.62
- Diluted	₹ 13.72	₹ 14.29	₹ 14.49	₹ 67.91	₹ 64.56

*(Handwritten Signature)*

## 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

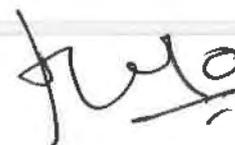
### STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2019

#### NOTES:

#### 1. Balance Sheet

Particulars	₹ Lakhs	
	As At	As At
	31.03.2019 (Audited)	31.03.2018 (Audited)
<b>I. ASSETS</b>		
<b>Non-Current Assets</b>		
a) Property, Plant & Equipment	10,837	9,163
b) Capital Work-in-Progress	200	417
c) Investment Property	24	24
d) Intangible Assets	139	8
e) Intangible Assets under Development	-	178
f) Other Non-Current Assets	777	1,089
<b>Total - Non-Current Assets</b>	<b>11,977</b>	<b>10,879</b>
<b>Current Assets</b>		
a) Inventories	4,744	3,192
b) Financial Assets		
i) Investments	8,383	7,610
ii) Trade Receivables	1,874	1,527
iii) Cash and Cash Equivalents	271	305
iv) Other Balances with Banks	1,593	4,440
v) Other Financial Assets	5,922	5,938
c) Other Current Assets	1,864	859
<b>Total - Current Assets</b>	<b>24,651</b>	<b>23,871</b>
<b>Total Assets</b>	<b>36,628</b>	<b>34,750</b>
<b>II. EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
a) Equity Share Capital	1,213	1,213
b) Other Equity	22,585	21,637
<b>Total Equity</b>	<b>23,798</b>	<b>22,850</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
a) Long Term Provisions	398	356
b) Deferred Tax Liabilities (Net)	716	579
<b>Total - Non-Current Liabilities</b>	<b>1,114</b>	<b>935</b>
<b>Current Liabilities</b>		
a) Financial Liabilities		
i) Trade Payables	10,415	9,847
ii) Other Financial Liabilities	763	591
b) Short Term Provisions	416	413
c) Other Current Liabilities	122	114
<b>Total - Current Liabilities</b>	<b>11,716</b>	<b>10,965</b>
<b>Total - Equity And Liabilities</b>	<b>36,628</b>	<b>34,750</b>

2. The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held at Mumbai on 22nd April, 2019. The Statutory Auditors have audited the financial results for the year ended 31st March, 2019 and have expressed an unmodified audit opinion. The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.



3. The Board of Directors have recommended a dividend of Rs.25 per share and a special dividend of Rs.25 per share taking the total dividend to Rs.50 per share, subject to the approval of the shareholders at the Annual General Meeting.

4. Consequent to introduction of Goods and Services Tax (GST) with effect from 1st July, 2017, Central Excise, Value Added Tax (VAT) etc. have been subsumed into GST. Further Ind AS 18 "Revenue" unlike Excise Duty, do not require GST to be included as a part of Revenue. Accordingly, the figures for the year ended 31st March, 2018 and year ended 31st March 2019 are not strictly relatable to current figures. The following additional related information is given below:-

₹ Lakhs

Particulars	Quarter Ended			Year Ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Revenue from Operations	19147	19872	18526	87174	79537
Less : Excise duty	-	-	-	-	2421
<b>Revenue from Operations (Net of Excise duty)</b>	<b>19147</b>	<b>19872</b>	<b>18526</b>	<b>87174</b>	<b>77116</b>

5. The figures for the quarter ended 31st March, 2019 and 31st March, 2018 are the balancing figures between the audited figures in respect of full financial year and the unaudited published figures upto nine months of relevant financial year.

6. The Ministry of Corporate Affairs (MCA), on 28th March, 2018 notified Ind AS 115 "Revenue from Contracts with Customers" as part of the Companies (Indian Accounting Standards) Amendment Rules, 2018 and the same is effective for the accounting periods beginning on or after 1st April, 2018. The application of this standard did not have any material impact on the financial results of the Company.

7. 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".

8. Previous year/period figures have been regrouped / recast, wherever necessary, to make them comparable.

for and on behalf of  
the Board of Directors



**SUBHASH MAGO**

Whole Time Director &  
Chief Executive Officer

Place : Mumbai  
Date : 22nd April, 2019

**Auditors report on quarterly and Year to date Financial Results of Swaraj Engines Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors of Swaraj Engines Limited

1. We have audited the quarterly financial results of Swaraj Engines Limited ("the Company") for the quarter and year ended March 31, 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These financial results for the quarter and year ended on March 31, 2019 have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard, Interim Financial Reporting (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

2. 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 Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly and year to date financial results:
  - I. have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and
  - II. give a true and fair view of the financial performance including other comprehensive income and other financial information for the quarter and year ended March 31, 2019.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represents the derived figures between the audited figures for the financial year ended March 31, 2019

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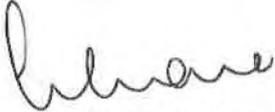
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and the published year-to-date figures upto December 31, 2018 being the date of the end of the third quarter of the current financial year, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which were subject to limited review by us.

For **B.K. Khare & Co.**  
**Chartered Accountants**  
Firm Registration No. 105102W



**Padmini Khare Kaicker**  
**Partner**  
Membership No. 044784



Mumbai, April 22, 2019

**Press Release**

**(22<sup>nd</sup> April, 2019)**

**Board Recommends 500% Dividend**

**Mumbai, 22<sup>nd</sup> April, 2019:** The Board of Directors of Swaraj Engines Limited (SEL) today announced the audited financial results for the quarter and year ended 31<sup>st</sup> March, 2019.

**FY 2018-19**

***Swaraj Engines Limited posted its 3<sup>rd</sup> successive year of growth in term of engine sale volume, revenue and profit.*** On the sale front, SEL has attained its highest ever engines sale of 99,638 units (last year 92,022 units) for the financial year ended 31<sup>st</sup> March, 2019 - a growth 8.3%. As a result, Net Operating Revenue, by registering a growth of 13%, stood at Rs. 871.74 crores as against Rs. 771.16 crores for the last year.

The operating margin for the year as percentage to net operating revenue was 15.1% (last year 15.8%). While Profit Before Tax (PBT) for the year reached Rs. 127.40 crores (last year Rs. 122.72 crores), the Profit After Tax (PAT), including other comprehensive income (net of tax), stood at Rs. 82.28 crores (last year Rs. 79.81 crores) - the highest ever profit for any financial year.

**Q4 (January – March 19)**

The engine sales of the Company at 21,767 units remained almost flat when compared to corresponding period of last year's sale of 21,780 units. Accordingly, on the net operating revenue of Rs. 191.47 crores (last year Rs. 185.26 crores), Profit Before Tax for the quarter stood at Rs. 25.76 crores (last year Rs. 27.52 crores) and Profit After Tax, including other comprehensive income (net of tax) reached Rs. 16.51 crores (last year Rs. 17.58 crores).

**Dividend**

The Board, while approving the annual accounts, has recommended an equity dividend of 250% (Rs.25.00 per share) for the financial year ended 31<sup>st</sup> March, 2019. Further, considering the overall fund position of the Company, the Board, over and above the said normal dividend, has also recommended a special dividend payment of 250% (Rs. 25.00 per share), taking the total dividend to 500% (Rs. 50.00 per share) for the FY 2018-19.

**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:**

Mr. Subhash Mago,  
Whole Time Director & Chief Executive Officer  
Swaraj Engines Ltd.  
Phone: (+91-172) 2234941-47

**SWARAJ ENGINES LIMITED**

CIN : L50210PB1985PLC006473

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**EXTRACT OF AUDITED FINANCIAL RESULTS  
FOR THE YEAR ENDED 31ST MARCH, 2019**

₹ Lakhs

S.No.	Particulars	Quarter Ended	Year Ended	Quarter Ended
		31.03.2019	31.03.2019	31.03.2018
		(Audited)	(Audited)	(Audited)
1	Total Income from Operations	19,147	87,174	18,526
2	Net Profit for the period (before tax and exceptional items)	2,576	12,740	2,752
3	Net Profit for the period before tax (after exceptional items)	2,576	12,740	2,752
4	Net Profit for the period after tax (after exceptional items)	1,665	8,242	1,787
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	1,651	8,228	1,758
6	Paid-up Equity Share Capital (Face Value ₹10/-)	1,213	1,213	1,213
7	Other Equity	-	22,585	-
8	Earning Per Share (of ₹10 each) (not annualized)			
	- Basic	₹ 13.72	₹ 67.96	₹ 14.50
	- Diluted	₹ 13.72	₹ 67.91	₹ 14.49

**NOTES:**

1. The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held at Mumbai on 22nd April, 2019. The Statutory Auditors have audited the financial results for the year ended 31st March, 2019 and have expressed an unmodified audit opinion. The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.

2. The figures for the quarter ended 31st March, 2019 and 31st March, 2018 are the balancing figures between the audited figures in respect of full financial year and the unaudited published figures upto nine months of relevant financial year.

3. The above is an extract of the detailed format of audited Financial Results for the quarter and year ended 31st March, 2019 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the audited Financial Results for the quarter and year ended 31st March, 2019 is available on the Stock Exchange Websites, www.nseindia.com and www.bseindia.com, and on the Company's website www.swarajenterprise.com.

for and on behalf of  
the Board of Directors



**SUBHASH MAGOO**  
Whole Time Director &  
Chief Executive Officer

Place : Mumbai  
Date : 22nd April, 2019