

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
25th October, 2021

BSE Limited
Listing Department
P.J. Towers, 1st 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 25th October, 2021 have approved the Unaudited Financial Results of the Company for the second quarter and half year ended 30th September, 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 11.30 A.M. and concluded at 12:30 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 HALF YEAR ENDED 30TH SEPTEMBER, 2021

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue from Operations	34359	31471	29228	65830	40927	98657
Other Income	234	261	208	495	414	859
Total Income	34593	31732	29436	66325	41341	99516
Expenses						
a) Cost of Materials Consumed	27538	24325	22837	51863	32192	77438
b) Changes in Inventories of Finished Goods and Work-in-Progress	(473)	51	81	(422)	(476)	(869)
c) Employee Benefits Expense	1135	1,134	1132	2269	2079	4289
d) Finance Costs	1	-	-	1	-	-
e) Depreciation and Amortization Expense	476	479	564	955	987	1977
f) Other Expenses	1385	1228	1178	2613	1844	4233
Total Expenses	30062	27217	25792	57279	36626	87068
Profit before Exceptional Items and Tax	4531	4515	3644	9046	4715	12448
Exceptional Items	-	-	-	-	-	-
Profit before Tax	4531	4515	3644	9046	4715	12448
Tax Expense - Current	1190	1200	1071	2390	1414	3595
- Deferred	(36)	(50)	(139)	(86)	(195)	(401)
- Total	1154	1150	932	2304	1219	3194
Profit for the Period	3377	3365	2712	6742	3496	9254
Other Comprehensive Income						
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	-	-	-	-	-	-
Other Comprehensive Income (Net of Tax)	-	-	-	-	-	5
Total Comprehensive Income for the Period	3377	3365	2712	6742	3496	9259
Paid-up Equity Share Capital (Face Value ₹10/-)	1214	1214	1213	1214	1213	1214
Other Equity	-	-	-	-	-	26843
Earning Per Share (not annualized)						
- Basic	₹ 27.82	₹ 27.72	₹ 22.36	₹ 55.54	₹ 28.82	₹ 76.27
- Diluted	₹ 27.80	₹ 27.70	₹ 22.34	₹ 55.50	₹ 28.79	₹ 76.20

BY

SWARAJ ENGINES LIMITED

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

Balance Sheet as at 30th September 2021

Particulars	₹ Lakhs	
	As At	As At
	30.09.2021 (Unaudited)	31.03.2021 (Audited)
I. ASSETS		
Non-Current Assets		
a) Property, Plant & Equipment	9651	9107
b) Capital Work-in-Progress	187	134
c) Investment Property	22	23
d) Intangible Assets	26	48
e) Deferred Tax Assets (Net)	28	-
f) Other Non-Current Assets	187	589
Total - Non-Current Assets	10101	9901
Current Assets		
a) Inventories	6468	6171
b) Financial Assets		
i) Investments	5505	3417
ii) Trade Receivables	13892	11338
iii) Cash and Cash Equivalents	602	3779
iv) Other Balances with Banks	7350	7967
v) Other Financial Assets	1295	1342
c) Other Current Assets	1892	1923
Total - Current Assets	37004	35937
Total Assets	47105	45838
II. EQUITY AND LIABILITIES		
Equity		
a) Equity Share Capital	1214	1214
b) Other Equity	25220	26843
Total Equity	26434	28057
Liabilities		
Non-Current Liabilities		
a) Long Term Provisions	573	569
b) Deferred Tax Liabilities (Net)	-	58
Total - Non-Current Liabilities	573	627
Current Liabilities		
a) Financial Liabilities		
i) Trade Payables	18959	16386
ii) Other Financial Liabilities	358	359
b) Short Term Provisions	685	286
c) Other Current Liabilities	96	123
Total - Current Liabilities	20098	17154
Total - Equity And Liabilities	47105	45838



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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

Statement of Cash Flow for the Half Year ended 30th September 2021

Particulars	₹ Lakhs	
	As At	As At
	30.09.2021 (Unaudited)	30.09.2020 (Unaudited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Exceptional Items and Tax	9046	4715
Adjustments for:		
Depreciation and Amortisation	955	987
Employee Stock Compensation	12	29
Interest (Received) / Paid (Net)	(404)	(365)
Return on Mutual Fund Investment	(71)	(43)
(Profit)/Loss on disposal of Property, Plant and Equipment	(6)	-
(Gain)/Loss on Investments carried at fair value through Profit and Loss	(5)	-
Operating Profit Before Working Capital Changes	9527	5323
Movements in working capital:		
Trade and Other Receivables	(2393)	(11452)
Inventories	(297)	(844)
Trade and Other Payables	2636	5826
Cash generated from Operations	9473	(1147)
Income taxes paid (Net)	(1739)	(1177)
Net cash generated from Operating Activities	7734	(2324)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Investments Sales / (Purchase)	(2083)	9158
Bank Deposit (Placed) / Matured	597	(3184)
Other Corporate Deposits (Placed)/Matured	-	1000
Interest received	405	365
Return on Mutual Fund Investment	71	43
Purchase of Property, Plant and Equipment	(1555)	(197)
Increase in Ear Marked Balances	20	21
Proceeds from disposal of Property, Plant and Equipment	32	9
Net cash (used in) / generated from Investing Activities	(2513)	7215
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid to Shareholders of the Company	(8397)	(4874)
Equity Shares issued under ESOP*	-	-
Interest and Finance Charges paid	(1)	-
Net cash used in Financing Activities	(8,398)	(4,874)
Net Increase / (Decrease) in Cash and Cash Equivalents	(3177)	17
Opening Balance of Cash and Cash Equivalents	3779	224
Closing Balance of Cash and Cash equivalents	602	241

* Equity Shares issued under ESOP as at 30.09.2021- Rs. 0.23 Lakhs (30.09.2020- Rs. 0.21 Lakhs)

Notes:

1. The financial results for the quarter and half year ended 30th September, 2021 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held on 25th October, 2021. The Statutory Auditors of the Company has conducted a Limited Review of the said financial results.



SWARAJ ENGINES LIMITED

CIN : L50210PB1985PLC008473

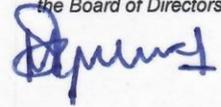
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**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021**

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 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.
4. 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".
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 October, 2021

SWARAJ ENGINES LIMITED

CIN : L50210PB1985PLC006473

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**EXTRACT OF UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021**

₹ Lakhs

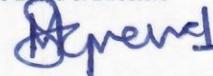
S.No.	Particulars	Quarter Ended	Half Year Ended	Quarter Ended
		30.09.2021	30.09.2021	30.09.2020
		(Unaudited)	(Unaudited)	(Unaudited)
1	Total Income from Operations	34359	65830	29228
2	Net Profit for the period (before tax and exceptional items)	4531	9046	3644
3	Net Profit for the period before tax (after exceptional items)	4531	9046	3644
4	Net Profit for the period after tax (after exceptional items)	3377	6742	2712
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	3377	6742	2712
6	Paid-up Equity Share Capital (Face Value ₹10/-)	1214	1214	1213
7	Other Equity	-	-	-
8	Earning Per Share (of ₹10 each) (not annualized)			
	- Basic	₹ 27.82	₹ 55.54	₹ 22.36
	- Diluted	₹ 27.80	₹ 55.50	₹ 22.34

NOTES:

1. The financial results for the quarter and half year ended 30th September, 2021 were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held on 25th October, 2021. 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 and www.bseindia.com, and on the Company's website 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 October, 2021

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 Half Year ended 30th September 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 Standalone Financial Results of Swaraj Engines Limited ("the Company") for the quarter and six months ended September 30, 2021 ("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.
2. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in its meeting held on October 25, 2021. 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 financial results are free of material misstatement. A review is limited primarily to inquiries of the 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.
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 the applicable Indian Accounting Standards (Ind AS) 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, as amended, 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: 2021.10.25 12:09:44 +05'30'

Aniruddha Joshi

Partner

Membership No. 040852

UDIN: 21040852AAAAFA5313

S.A.S. Nagar (Mohali), 25 October 2021

Press Release**Swaraj Engines Q2 PBT rises 24.3% to Rs. 45.31 cr**

S.A.S.Nagar (Mohali), 25th October, 2021: The Board of Directors of Swaraj Engines Limited (SEL) met today to consider and approve the financial results for the second quarter and half year ended 30th September, 2021.

Q2 (July – September 2021)

Maintaining the growth trajectory, SEL reported its **5th consecutive quarter of growth** Y-o-Y basis. **The quarter ended 30th September, 2021 is yet another ever best quarterly performance of the Company - both in terms of engine sales volume and profit.** The engine sales volume for the quarter stood at 35,291 units (last year – 34,489 units) – **the highest ever quarterly engine sales numbers.**

The Net operating revenue for the second quarter stood at Rs.343.59 crores as compared to Rs. 292.28 crores for the same period last year, an increase of 17.6%. The sharp increase in the commodity prices during the period has impacted the gross margin. However, on account of better control on operating costs, PBT margin improved by 70 basis points over same period last year and stood at 13.1%.

The PBT at Rs. 45.31 crores, the highest ever quarterly profit, registered a growth of 24.3% over last year's Rs. 36.44 crores.

The financial summary for the Q2 is given below:

	Rs. Crores		
	30.09.2021	30.09.2020	Growth
Net Operating Revenue	343.59	292.28	17.6%
Operating Profit	47.74	40.00	19.4%
Profit Before Tax (PBT)	45.31	36.44	24.3%
Profit After Tax (PAT)	33.77	27.12	24.5%

H1 (April – September 2021)

In the backdrop of growth in sales during the first two quarters of the current fiscal, the engine sales for the first half year of the current financial year ended 30th September, 2021 registered an overall increase of 43.1% and reached 69,038 units compared to last year's sale of 48,245 units. On the net operating revenue of Rs. 658.30 crores (last year Rs. 409.27 crores) for said period, the Company posted a Profit Before Tax of Rs. 90.46 crores (last year Rs. 47.15 crores) and Profit After Tax of Rs. 67.42 crores (last year Rs. 34.96 crores).

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