

6<sup>th</sup> November, 2020

To,

The Manager (Listing), The BSE Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
Company's Scrip Code: 505700	Company's Scrip Code: ELECON

**Sub : Unaudited Financial Results for Quarter and Half Year ended on 30<sup>th</sup> September, 2020**

**Ref : Regulations 33 and 52 & 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

In terms of the subject referred regulations, the Standalone and Consolidated Unaudited Financial Results for the Quarter and Half Year ended on 30<sup>th</sup> September, 2020, duly taken on record and approved by the Board of Directors of the Company at its Meeting held on Friday, 6<sup>th</sup> November, 2020 are enclosed.

Following attachments are enclosed with the aforesaid financial results:

- 'Limited Review Report' of the Statutory Auditors of the Company;
- Disclosures under Regulations 52 and 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

You are requested to take the same on your records.

Thanking you.

Yours faithfully,  
For Elecon Engineering Company Limited,



**Bharti Isarani**  
Company Secretary & Compliance Officer



Encl : As above



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

**Gearing industries. Gearing economies.**



ELECON ENGINEERING COMPANY LIMITED						
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2020						
(Amounts in INR Lakhs)						
Sr. No.	Particulars	Quarter Ended			Six Months Ended	
		30 Sep 2020 (Unaudited)	30 June 2020 (Unaudited)	30 Sep 2019 (Unaudited)	30 Sep 2020 (Unaudited)	31 March 2020 (Audited)
1	Revenue from operations	20,504.07	8,981.47	20,567.23	29,485.54	83,573.82
2	Other income	235.32	108.21	382.40	343.53	930.58
3	<b>Total Income (1+2)</b>	<b>20,739.39</b>	<b>9,089.68</b>	<b>20,949.63</b>	<b>29,829.07</b>	<b>84,504.40</b>
4	<b>Expenses</b>					
	(a) Cost of materials consumed	8,635.67	2,245.08	9,130.17	10,880.75	37,231.73
	(b) Changes in inventories of finished goods and work-in-progress	574.89	893.15	234.03	1,468.04	646.51
	(c) Manufacturing expenses and erection charges	2,366.25	918.95	3,125.13	3,285.20	13,960.64
	(d) Employee benefits expense	1,195.78	1,805.80	1,650.87	3,001.58	7,145.43
	(e) Finance costs	1,413.07	1,455.56	1,779.40	2,868.63	6,963.25
	(f) Depreciation and amortisation expense	1,072.01	1,052.33	1,098.90	2,124.34	4,369.33
	(g) Other expenses	2,405.38	3,571.51	3,266.21	5,976.89	14,059.72
	<b>Total Expenses</b>	<b>17,663.05</b>	<b>11,942.38</b>	<b>20,284.71</b>	<b>29,605.43</b>	<b>84,376.61</b>
5	<b>Profit / (Loss) before tax (3-4)</b>	<b>3,076.34</b>	<b>(2,852.70)</b>	<b>664.92</b>	<b>223.64</b>	<b>127.79</b>
6	<b>Tax expenses</b>					
	Current tax	-	-	-	-	118.13
	Deferred tax charge / (credit)	1,060.95	(978.75)	214.56	82.20	(19.07)
	Deferred tax (credit)-one time (Refer note 3 (a) & (b))	-	-	-	-	(7,213.16)
7	<b>Net Profit / (Loss) for the period after tax (5-6)</b>	<b>2,015.39</b>	<b>(1,873.95)</b>	<b>450.36</b>	<b>141.44</b>	<b>7,241.89</b>
8	<b>Other comprehensive income/(expense) (net of tax)</b>					
	Items that will not be reclassified to profit or loss	(7.38)	(7.38)	(4.13)	(14.76)	(29.53)
	Tax relating to items that will not be reclassified to profit or loss	2.58	2.58	1.44	5.16	10.32
9	<b>Total comprehensive income / (expense) for the period (7+8)</b>	<b>2,010.59</b>	<b>(1,878.75)</b>	<b>447.67</b>	<b>131.84</b>	<b>7,222.68</b>
10	<b>Paid-up equity share capital</b> (Face value per equity share INR 2/-)	<b>2,244.00</b>	<b>2,244.00</b>	<b>2,244.00</b>	<b>2,244.00</b>	<b>2,244.00</b>
11	<b>Debt capital #</b>					10,000.00
12	<b>Other equity (including debenture redemption reserve)</b>					75,981.93
13	<b>Debt redemption reserve</b>					2,500.00
14	<b>Earnings per share (of INR 2/- each) (not annualised) (In Rupees)</b>					
	(a) Basic	1.80	(1.67)	0.40	0.13	6.45
	(b) Diluted	1.80	(1.67)	0.40	0.13	6.45
15	<b>Debt Equity Ratio</b>				0.46	0.50
16	<b>Debt Service Coverage Ratio</b>				1.37	1.51
17	<b>Interest Service Coverage Ratio</b>				0.90	1.02
#	Represents Non convertible debentures					
	Ratios have been computed as follows:					
a)	Debt Equity Ratio : Debt / Equity					
	Debt: Non-current borrowings + Current maturity of non-current borrowings + Current borrowings + Lease liabilities					
	Equity : Equity share capital + Other equity					
b)	Debt Service Coverage Ratio : (EBIT-Tax expenses) / Debt to be serviced					
	EBIT : Profit Before Tax + Interest on Debt					
	Debt to be serviced : Interest on Debt + Scheduled principal repayment of non-current borrowings + Current maturity of lease liabilities					
c)	Interest Service Coverage Ratio : EBIT / Interest on Debt					



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

**Gearing industries. Gearing economies.**



**Notes:**

- 1 The above unaudited standalone financial results for the quarter and six months ended 30 September 2020 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 06 November 2020. The statutory auditors have expressed an unmodified opinion on these standalone financial results. The review report has been filed with the stock exchange and is available on the Company's website.
- 2 As per Ind AS 108 - 'Operating Segments', the Company has reported segment information under two segments i.e. 1) Material Handling Equipment and 2) Transmission Equipment.
- 3 a) On 20 September 2019, vide the Taxation Laws (Amendment) Ordinance 2019 ('the Ordinance'), the Government of India inserted Section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective 1 April 2019, subject to certain conditions. Tax expenses reflect the impact of expected adoption of this option by the Company based on Management's internal evaluation.  
  
b) At the time of transition to Indian Accounting Standards (Ind AS) with effect from 1 April 2015, the Company had recognised the fair value of its land parcels in the books of account and had also recognised corresponding deferred tax liability considering the future tax obligation that would arise upon sale of land in the expected manner in future (sale of land parcels on a piecemeal basis, delinked from the business).  
  
During the year ended 31 March 2020, the Company had reassessed the expected manner of recovery of the carrying value of all land parcels and determined that a number of such land parcels would not be delinked from the business as they either form an integral part of the business operations or are proximate to the factory premises. Consequently, the Company expects that in the event of disposal of most of the land parcels in future, these would only be disposed off along with the business and in a slump sale arrangement thereby resulting in no temporary difference between the accounting position and position as per tax laws upon such future disposal.  
  
Based on the above, deferred tax liability recognised on such land parcels at the time of transition to Ind AS, has been reversed in the Statement of Profit and Loss during the year ended 31 March 2020.
- 4 Subsequent to outbreak of COVID-19 pandemic and consequent lock down across the country, the Company's operations have resumed post temporary suspension, as per the guidelines and norms prescribed by the Government authorities. The Company continues to monitor the impact of COVID-19 on its business including customers, supply-chain, employees/workers and logistics. The management has taken specific steps by way of negotiating better payment terms for new orders and cost rationalization initiatives to manage the cash flows and liquidity position. The Company has considered internal and external information while evaluating various estimates in relation to its financial results up to the date of its approval by the Board of Directors and has not identified any material impact on the carrying value of assets, liabilities or provisions.  
  
Further impact of the COVID-19 pandemic, if any, may be different from estimated as at the date of approval of these financial results and the Company believes that no precise estimation can be made about the actual impact of the pandemic on the overall economy, specific industry sectors and the Company itself at this stage but is closely monitoring the emerging situation.
- 5 The Indian Parliament has approved the Code on Social Security, 2020 ('Code') which may likely to impact the contributions made by the Company towards Provident Fund and Gratuity. The effective date from which the Code is applicable and the rules to be framed under the Code are yet to be notified. In view of this, impact if any, of the change will be assessed and accounted in the period in which the Code and the rules thereunder are notified.
- 6 Previous period figures have been regrouped / reclassified wherever necessary.



UNAUDITED STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2020						
Particulars	Quarter Ended			Six Months Ended		Year Ended
	30 Sep 2020	30 June 2020	30 Sep 2019	30 Sep 2020	30 Sep 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. SEGMENT REVENUE</b>						
(a) Material Handling Equipment	3,336.07	2,057.95	6,050.40	5,394.02	13,259.45	22,897.76
(b) Transmission Equipment	17,168.00	6,923.52	14,516.83	24,091.52	28,638.33	60,676.06
<b>Net Sales/Income from Operations</b>	<b>20,504.07</b>	<b>8,981.47</b>	<b>20,567.23</b>	<b>29,485.54</b>	<b>41,897.78</b>	<b>83,573.82</b>
<b>2. SEGMENT RESULTS PROFIT (+)/LOSS(-) BEFORE TAX &amp; INTEREST</b>						
(a) Material Handling Equipment	59.97	(1,741.95)	(272.69)	(1,681.98)	105.08	(1,862.92)
(b) Transmission Equipment	4,545.42	369.92	2,923.84	4,915.34	4,384.71	9,470.54
<b>Total</b>	<b>4,605.39</b>	<b>(1,372.03)</b>	<b>2,651.15</b>	<b>3,233.36</b>	<b>4,489.79</b>	<b>7,607.62</b>
<b>Less:</b>						
i) Finance costs	1,413.07	1,455.56	1,779.40	2,868.63	3,498.21	6,963.25
ii) Other unallocated corporate overheads	236.56	80.52	325.56	317.08	297.23	1,212.00
iii) Unallocable income	(120.58)	(55.41)	(118.73)	(175.99)	(171.15)	(695.42)
<b>Total Profit / (Loss) before tax</b>	<b>3,076.34</b>	<b>(2,852.70)</b>	<b>664.92</b>	<b>223.64</b>	<b>865.50</b>	<b>127.79</b>
<b>3. SEGMENT ASSETS</b>						
(a) Material Handling Equipment	44,402.15	45,643.50	54,236.69	44,402.15	54,236.69	48,300.02
(b) Transmission Equipment	1,02,010.48	1,07,077.15	1,23,985.84	1,02,010.48	1,23,985.84	1,16,397.78
(c) Unallocated	18,046.89	18,488.80	14,396.58	18,046.89	14,396.58	18,938.41
<b>Total</b>	<b>1,64,459.52</b>	<b>1,71,209.45</b>	<b>1,92,619.11</b>	<b>1,64,459.52</b>	<b>1,92,619.11</b>	<b>1,83,636.21</b>
<b>4. SEGMENT LIABILITIES</b>						
(a) Material Handling Equipment	33,795.63	37,735.68	35,664.33	33,795.63	35,664.33	36,824.88
(b) Transmission Equipment	49,597.80	53,984.38	75,297.27	49,597.80	75,297.27	65,686.26
(c) Unallocated	2,708.32	3,142.21	10,075.28	2,708.32	10,075.28	2,899.14
<b>Total</b>	<b>86,101.75</b>	<b>94,862.27</b>	<b>1,21,036.88</b>	<b>86,101.75</b>	<b>1,21,036.88</b>	<b>1,05,410.28</b>
<b>5. NET CAPITAL EMPLOYED</b>	<b>78,357.77</b>	<b>76,347.18</b>	<b>71,582.23</b>	<b>78,357.77</b>	<b>71,582.23</b>	<b>78,225.93</b>

 Place : Vallabh Vidyanagar  
 Date : 06 November, 2020


For and on behalf of Board of Directors



 Prayashvin B. Patel  
 Chairman & Managing Director  
 DIN : 00037394

**ELECON ENGINEERING COMPANY LIMITED**  
**STANDALONE STATEMENT OF ASSETS AND LIABILITIES**

Particulars	(Amounts in INR Lakhs)	
	As at 30 Sep 2020 (Unaudited)	As at 31 March 2020 (Audited)
<b>ASSETS</b>		
<b>I. Non-current assets</b>		
(a) Property, plant and equipment	56,617.29	58,469.68
(b) Right-of-use assets	3,898.73	3,914.42
(c) Capital work-in-progress	18.70	18.17
(d) Investment properties	2,553.48	2,559.99
(e) Intangible assets	364.84	426.76
(f) Financial assets		
(i) Investments	11,913.48	11,915.16
(ii) Loans	6.53	6.53
(iii) Other financial assets	1,198.48	581.69
(g) Non-current tax assets (net)	2,074.03	2,336.29
(h) Other non-current assets	1,176.62	1,244.90
	<u>79,822.18</u>	<u>81,473.59</u>
<b>II. Current assets</b>		
(a) Inventories	20,893.68	22,835.51
(b) Financial assets		
(i) Trade receivables	42,474.67	55,899.34
(ii) Cash and cash equivalents	650.69	521.80
(iii) Bank balance other than (ii) above	1,874.72	1,952.43
(iv) Loans	1,373.08	1,391.70
(v) Other financial assets	13,664.93	15,469.44
(c) Other current assets	3,705.57	4,092.40
	<u>84,637.34</u>	<u>1,02,162.62</u>
<b>Total Assets</b>	<u><b>1,64,459.52</b></u>	<u><b>1,83,636.21</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	2,244.00	2,244.00
(b) Other equity	76,113.77	75,981.93
	<u>78,357.77</u>	<u>78,225.93</u>
<b>LIABILITIES</b>		
<b>I. Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	12,370.98	13,130.67
(ii) Lease liabilities	2,186.73	2,718.52
(b) Provisions	167.28	199.32
(c) Deferred tax liabilities (net)	846.17	769.12
	<u>15,571.16</u>	<u>16,817.63</u>
<b>II. Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	17,718.05	20,388.89
(ii) Lease liabilities	1,064.92	969.03
(iii) Trade payables		
Total outstanding dues of micro and small enterprises	7,198.99	8,191.05
Total outstanding dues of other than micro and small enterprises	21,762.71	37,619.26
(iv) Other financial liabilities	8,941.18	5,310.31
(b) Other current liabilities	10,070.07	12,162.28
(c) Provisions	2,223.49	2,139.02
(d) Current tax liabilities (net)	1,551.18	1,812.81
	<u>70,530.59</u>	<u>88,592.65</u>
<b>Total Liabilities</b>	<u>86,101.75</u>	<u>1,05,410.28</u>
<b>Total Equity and Liabilities</b>	<u><b>1,64,459.52</b></u>	<u><b>1,83,636.21</b></u>



Place : Vallabh Vidyanagar  
 Date : 06 November, 2020



For and on behalf of Board of Directors

**Prayasvin B. Patel**  
 Chairman & Managing Director  
 DIN : 00037394



**ELECON ENGINEERING COMPANY LIMITED**
**STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2020**

(Amounts in INR Lakhs)

Particulars	For Six Months Ended		Year ended
	30 Sep 2020	30 Sep 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>Cash flow from operating activities</b>			
Profit before Tax	223.64	865.50	127.79
Adjustments for:			
(i) Depreciation and amortisation expense	2,124.34	2,134.71	4,369.33
(ii) Finance costs	2,868.63	3,498.21	6,963.25
(iii) Loss on fair valuation of investment	1.68	41.25	81.19
(iv) (Gain) / loss on assets sold/discarded (net)	(8.57)	47.63	81.61
(v) Interest income	(100.79)	(167.64)	(249.90)
(vi) Dividend income	(47.92)	(67.60)	(67.60)
(vii) Bad debts written off	-	18.78	3,136.74
(viii) Unrealised exchange (gain)/loss	(9.69)	(22.62)	396.54
(ix) Provision for other contractual liabilities, warranty and others	112.40	307.99	494.88
(x) Provision/ (reversal) for onerous contract	18.61	(15.48)	(89.52)
(xi) Liabilities no longer required written back	(82.88)	-	-
(xii) Provision for doubtful debts	1,299.82	-	-
(xiii) Excess provision on doubtful debts written back	-	(302.71)	(2,861.73)
(xiv) Rent income	(55.32)	-	(205.97)
	<b>6,343.95</b>	<b>6,338.02</b>	<b>12,176.61</b>
<b>Working Capital Adjustments</b>			
Decrease/(Increase) in trade receivables	12,171.95	3,330.26	(1,446.49)
Decrease in inventories	1,941.83	1,027.48	1,047.05
Decrease/(increase) in financial assets	1,851.08	(4,676.80)	3,182.93
Decrease/(increase) in other current and non-current assets	455.11	(303.87)	3,176.23
(Decrease)/increase in trade payables	(16,825.77)	(306.05)	11,062.49
(Decrease)/increase in provisions, current and non-current liabilities	(2,185.55)	(561.35)	191.20
Increase/(decrease) in other financial liabilities	3,063.97	147.63	(12,253.94)
<b>Cash generated from operations</b>	<b>6,816.58</b>	<b>4,995.32</b>	<b>17,136.08</b>
Taxes (paid) / refund (net of refunds)	4.22	(167.16)	(293.18)
<b>Net cash generated from operating activities (A)</b>	<b>6,820.80</b>	<b>4,828.16</b>	<b>16,842.90</b>
<b>Cash flow from investing activities</b>			
Payments for purchase of property, plant and equipment and intangible assets	(179.09)	(962.12)	(1,238.47)
Proceeds from sale of property, plant and equipment	42.80	11.36	36.32
Interest received	71.89	20.00	259.76
Dividend received	44.33	67.60	67.60
Bank balances not considered as cash and cash equivalents (net)	(515.49)	(868.05)	(984.13)
Other bank balances acquired pursuant to merger	-	-	423.65
Proceeds from redemption of investments	-	-	139.21
Rent received	55.32	-	205.97
<b>Net cash (used in) from investing activities (B)</b>	<b>(480.24)</b>	<b>(1,731.21)</b>	<b>(1,090.09)</b>



**ELECON ENGINEERING COMPANY LIMITED**
**STANDALONE CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2020**

(Amounts in INR Lakhs)

Particulars	For Six Months Ended		Year ended
	30 Sep 2020	30 Sep 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>Cash flow from financing activities</b>			
Repayment of non current borrowings	(368.00)	(3,946.97)	(12,043.92)
Repayment of current borrowings (net) (Note 3)	(2,670.84)	-	-
Proceeds from other financing arrangements	-	4,199.15	4,199.15
Repayment against other financing arrangements	(458.20)	(132.72)	(570.64)
Finance cost paid	(2,693.85)	(3,374.04)	(6,839.98)
Dividend paid (including dividend distribution tax)	-	(270.52)	(290.98)
Principal payment of lease liabilities	(20.77)	-	(37.39)
<b>Net cash (used in) financing activities (C)</b>	<b>(6,211.66)</b>	<b>(3,525.10)</b>	<b>(15,583.76)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>128.89</b>	<b>(428.15)</b>	<b>169.05</b>
<b>Cash and cash equivalents at 1 April</b>	<b>521.80</b>	<b>352.75</b>	<b>352.75</b>
<b>Cash and cash equivalents as at Balance Sheet date</b>	<b>650.69</b>	<b>348.25</b>	<b>521.80</b>
<b>Components of cash &amp; cash equivalents :</b>			
Cash on hand	0.26	0.02	0.26
Balances with banks			
-In current accounts	650.43	348.23	521.54
	<b>650.69</b>	<b>348.25</b>	<b>521.80</b>

**Notes:**

- Cash and cash equivalents includes bank overdrafts that are repayable on demand and form an integral part of the Company's cash management.
- The above Statement of Cash Flow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS 7) - *Statement of Cash Flows*.
- In accordance with para 22 of Ind AS 7 - *Statement of Cash Flows*, cash flows from current borrowings have been reported on net basis since these being working capital facilities, the maturities are short.
- Movement in financial liabilities and financial assets arising from financing activities:

Particulars	Borrowings	Finance costs
Balance at the beginning of the year/period	35,366.62	334.99
Proceeds from borrowings	-	-
Repayment of borrowings	(3,038.84)	-
Impact of effective interest rate on borrowings	231.16	(231.16)
Dividends paid (including taxes)	-	-
Interest paid	-	(2,693.85)
<b>Net cash outflows</b>	<b>32,558.94</b>	<b>(2,590.02)</b>
Charge to statement of profit and loss	-	2,868.63
<b>Balance at the Balance Sheet date</b>	<b>32,558.94</b>	<b>278.61</b>

 Place : Vallabh Vidyanagar  
 Date : 06 November, 2020


For and on behalf of Board of Directors



 Prayasvin Patel  
 Chairman & Managing Director  
 DIN : 00037394

# BSR & Co. LLP

Chartered Accountants

903 Commerce House V,  
Near Vodafone House  
Prahaldnagar, Corporate Road,  
Ahmadabad 380 051  
India

Telephone +91 (79) 7145 0001  
Fax +91 (79) 7145 0050

## Limited Review Report on Unaudited Quarterly and year-to-date Standalone Financial Results of Elecon Engineering Company Limited pursuant to Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To Board of Directors of Elecon Engineering Company Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Elecon Engineering Company Limited ('the Company') for the quarter ended 30 September 2020 and year-to-date results for the period 1 April 2020 to 30 September 2020 ('the Statement') being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 and 52 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. 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 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 recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and 52 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For BSR & Co. LLP  
Chartered Accountants

Firm Registration Number: 101248W/W-100022



Rupen Shah  
Partner

Place: Ahmedabad  
Date: 6 November 2020

Membership No.: 116240  
ICAI UDIN: 20116240AAAADH1349



**ELECON ENGINEERING COMPANY LIMITED**  
**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2020**

(Amounts in INR Lakhs)

Sr. No.	Particulars	Quarter ended			Six months ended		Year ended
		30 Sep 2020 (Unaudited)	30 June 2020 (Unaudited)	30 Sep 2019 (Unaudited)	30 Sep 2020 (Unaudited)	30 Sep 2019 (Unaudited)	31 March 2020 (Audited)
1	Revenue from operations	26,365.40	13,478.20	26,616.13	39,843.60	53,754.37	1,08,846.49
2	Other income	177.79	117.41	321.92	295.20	429.33	784.95
3	<b>Total Income (1+2)</b>	<b>26,543.19</b>	<b>13,595.61</b>	<b>26,938.05</b>	<b>40,138.80</b>	<b>54,183.70</b>	<b>1,09,631.44</b>
4	<b>Expenses</b>						
(a)	Cost of materials consumed	11,438.71	4,331.78	12,004.86	15,770.49	22,411.91	49,688.95
(b)	Changes in inventories of finished goods and work-in-progress	846.71	943.48	252.88	1,790.19	1,375.10	653.07
(c)	Manufacturing expenses and erection charges	2,464.96	982.08	3,169.72	3,447.04	8,719.26	14,223.88
(d)	Employee benefits expense	2,531.49	3,241.42	3,134.49	5,772.91	6,540.72	13,391.68
(e)	Finance costs	1,467.71	1,648.54	1,889.83	3,116.25	3,841.04	7,703.52
(f)	Depreciation and amortisation expense	1,321.73	1,313.00	1,264.49	2,634.73	2,470.76	5,325.81
(g)	Other expenses	3,204.08	4,244.93	4,050.55	7,449.01	7,532.11	16,851.18
	<b>Total Expenses</b>	<b>23,275.39</b>	<b>16,705.23</b>	<b>25,766.82</b>	<b>39,980.62</b>	<b>52,890.90</b>	<b>1,07,838.09</b>
5	<b>Profit / (Loss) before share in profit of associate and tax (3-4)</b>	<b>3,267.80</b>	<b>(3,109.62)</b>	<b>1,171.23</b>	<b>158.18</b>	<b>1,292.80</b>	<b>1,793.35</b>
6	Share in profit of associate (net of tax)	45.95	84.43	74.23	130.38	90.46	157.69
7	<b>Profit / (Loss) before tax (5+6)</b>	<b>3,313.75</b>	<b>(3,025.19)</b>	<b>1,245.46</b>	<b>288.56</b>	<b>1,383.26</b>	<b>1,951.04</b>
8	<b>Tax expenses</b>						
	Current tax	57.07	16.02	53.91	73.09	79.83	216.73
	Deferred tax charge / (credit)	1,060.95	(978.75)	214.56	82.20	281.15	(22.68)
	Deferred tax (credit)-one time (Refer note 3 (a) & (b))	-	-	-	-	-	(7,213.16)
9	<b>Net Profit for the period after tax (7-8)</b>	<b>2,195.73</b>	<b>(2,062.46)</b>	<b>976.99</b>	<b>133.27</b>	<b>1,022.28</b>	<b>8,970.15</b>
10	Non-controlling interest	-	-	-	-	-	-
11	<b>Net Profit / (Loss) after tax and non controlling interest (9-10)</b>	<b>2,195.73</b>	<b>(2,062.46)</b>	<b>976.99</b>	<b>133.27</b>	<b>1,022.28</b>	<b>8,970.15</b>
12	<b>Other comprehensive income/(expense) (net of tax)</b>						
(i)	Items that will not be reclassified to profit or loss	253.22	(123.27)	(4.13)	129.95	(8.27)	(745.52)
	Tax relating to items that will not be reclassified to profit or loss	(11.34)	(27.08)	1.44	(38.42)	2.89	154.65
(ii)	Items that will be reclassified to profit or loss	(128.19)	142.28	(210.52)	14.09	(329.55)	504.20
13	<b>Total comprehensive income/(expense) for the period (11+12)</b>	<b>2,309.42</b>	<b>(2,070.53)</b>	<b>763.78</b>	<b>238.89</b>	<b>687.35</b>	<b>8,883.48</b>
14	<b>Paid-up equity share capital</b> (Face value per equity share INR 2/-)	2,244.00	2,244.00	2,244.00	2,244.00	2,244.00	2,244.00
15	<b>Debt capital #</b>						10,000.00
16	<b>Other equity (including debenture redemption reserve)</b>						83,175.38
17	<b>Debenture redemption reserve</b>						2,500.00
18	<b>Earnings per share (of INR 2/- each) (not annualised) (In Rupees)</b>						
(a)	Basic	1.96	(1.84)	0.87	0.12	0.91	7.99
(b)	Diluted	1.96	(1.84)	0.87	0.12	0.91	7.99
19	<b>Debt Equity Ratio</b>				0.52	0.65	0.57
20	<b>Debt Service Coverage Ratio</b>				1.22	0.57	1.55
21	<b>Interest Service Coverage Ratio</b>				1.14	1.40	1.29

# Represents Non convertible debentures  
 Ratios have been computed as follows:

a) Debt Equity Ratio : Debt / Equity

Debt: Non-current borrowings + Current maturity of non-current borrowings + Current borrowings + Lease liabilities  
 Equity : Equity share capital + Other equity

b) Debt Service Coverage Ratio : (EBIT-Tax expenses) / Debt to be serviced

EBIT : Profit Before Tax + Interest on Debt

Debt to be serviced : Interest on Debt + Scheduled principal repayment of non-current borrowings + Current maturity of lease liabilities

c) Interest Service Coverage Ratio : EBIT / Interest on Debt



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

**Gearing industries. Gearing economies.**

**Notes:**

- 1 The above unaudited consolidated financial results for the quarter and six months ended 30 September 2020 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 06 November 2020. The statutory auditors have expressed an unmodified opinion on these consolidated financial results. The review report has been filed with the stock exchange and is available on the Holding Company's website.
- 2 As per Ind AS 108 - 'Operating Segments', the Group has reported segment information under two segments i.e. 1) Material Handling Equipment and 2) Transmission Equipment.
- 3 a) On 20 September 2019, vide the Taxation Laws (Amendment) Ordinance 2019 ('the Ordinance'), the Government of India inserted Section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective 1 April 2019, subject to certain conditions. Tax expenses reflect the impact of expected adoption of this option by the Holding Company basis Management's internal evaluation.  
  
b) At the time of transition to Indian Accounting Standards (Ind AS) with effect from 1 April 2015, the Holding Company had recognised the fair value of its land parcels in the books of account and had also recognised corresponding deferred tax liability considering the future tax obligation that would arise upon sale of land in the expected manner in future (sale of land parcels on a piecemeal basis, delinked from the business).  
  
During the year ended 31 March 2020, the Holding Company had reassessed the expected manner of recovery of the carrying value of all land parcels and determined that a number of such land parcels would not be delinked from the business as they either form an integral part of the business operations or are proximate to the factory premises. Consequently, the Holding Company expects that in the event of disposal of most of the land parcels in future, these would only be disposed off along with the business and in a slump sale arrangement thereby resulting in no temporary difference between the accounting position and position as per tax laws upon such future disposal.  
  
Basis the above, deferred tax liability recognised on such land parcels at the time of transition to Ind AS, has been reversed in the Statement of Profit and Loss during the year ended 31 March 2020.
- 4 Subsequent to outbreak of COVID-19 pandemic and consequent lock down across the country, the Holding Company's operations have resumed post temporary suspension, as per the guidelines and norms prescribed by the Government authorities. However, the subsidiaries in United Kingdom and USA, which cater to the needs of essential services sector, continued to operate but at reduced levels adhering to guidelines issued by respective local authorities. Subsidiaries operating in other jurisdictions continued to operate as per the guidelines issued by respective local authorities.  
  
The Group continues to monitor the impact of COVID-19 on its business including customers, supply-chain, employees/workers and logistics. The management has taken specific steps by way of negotiating better payment terms for new orders and cost rationalization initiatives to manage the cash flows and liquidity position. The Group has considered internal and external information while evaluating various estimates in relation to its financial results up to the date of its approval by the Board of Directors and has not identified any material impact on the carrying value of assets, liabilities or provisions.  
  
Further impact of the COVID-19 pandemic, if any, may be different from estimated as at the date of approval of these financial results and the Group believes that no precise estimation can be made about the actual impact of the pandemic on the overall economy, specific industry sectors and the Group itself at this stage but is closely monitoring the emerging situation.
- 5 The Indian Parliament has approved the Code on Social Security, 2020 ('Code') which may likely to impact the contributions made by the Holding Company towards Provident Fund and Gratuity. The effective date from which the Code is applicable and the rules to be framed under the Code are yet to be notified. In view of this, impact if any, of the change will be assessed and accounted in the period in which the Code and the rules thereunder are notified.
- 6 Previous period figures have been regrouped / reclassified wherever necessary.





## UNAUDITED CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2020

(Amounts in INR Lakhs)

Particulars	Quarter ended			Six months ended		Year ended
	30 Sep 2020	30 June 2020	30 Sep 2019	30 Sep 2020	30 Sep 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. SEGMENT REVENUE</b>						
(a) Material Handling Equipment	3,336.07	2,057.95	6,050.40	5,394.02	13,259.45	22,897.76
(b) Transmission Equipment	23,029.33	11,420.25	20,565.73	34,449.58	40,494.92	85,948.73
<b>Net Sales/Income from Operations</b>	<b>26,365.40</b>	<b>13,478.20</b>	<b>26,616.13</b>	<b>39,843.60</b>	<b>53,754.37</b>	<b>1,08,846.49</b>
<b>2. SEGMENT RESULTS (PROFIT) (+) / LOSS (-) BEFORE TAX &amp; INTEREST FROM EACH SEGMENT</b>						
(a) Material Handling Equipment	59.97	(1,741.95)	(272.69)	(1,681.98)	105.08	(1,862.92)
(b) Transmission Equipment	4,896.60	353.19	3,632.05	5,249.79	5,261.73	12,340.14
<b>Total</b>	<b>4,956.57</b>	<b>(1,388.76)</b>	<b>3,359.36</b>	<b>3,567.81</b>	<b>5,366.81</b>	<b>10,477.22</b>
<b>Less:</b>						
i) Finance costs	1,467.71	1,648.54	1,889.83	3,116.25	3,841.04	7,703.52
ii) Other unallocated corporate overheads	270.44	103.41	349.90	373.85	336.99	1,291.68
iii) Unallocable income	(95.33)	(115.52)	(125.83)	(210.85)	(194.48)	(469.02)
<b>Total Profit / (Loss) before tax</b>	<b>3,313.75</b>	<b>(3,025.19)</b>	<b>1,245.46</b>	<b>288.56</b>	<b>1,383.26</b>	<b>1,951.04</b>
<b>3. SEGMENT ASSETS</b>						
(a) Material Handling Equipment	44,402.15	45,643.50	54,236.69	44,402.15	54,236.69	48,300.02
(b) Transmission Equipment	1,37,854.79	1,48,243.80	1,62,351.68	1,37,854.79	1,62,351.68	1,57,848.06
(c) Unallocated	11,212.61	6,374.19	2,957.48	11,212.61	2,957.48	7,350.23
<b>Total</b>	<b>1,93,469.55</b>	<b>2,00,261.49</b>	<b>2,19,545.85</b>	<b>1,93,469.55</b>	<b>2,19,545.85</b>	<b>2,13,498.31</b>
<b>4. SEGMENT LIABILITIES</b>						
(a) Material Handling Equipment	33,795.63	37,735.68	35,664.33	33,795.63	35,664.33	36,824.88
(b) Transmission Equipment	71,204.44	76,010.67	96,252.53	71,204.44	96,252.53	88,330.71
(c) Unallocated	2,811.21	3,166.29	10,404.41	2,811.21	10,404.41	2,923.34
<b>Total</b>	<b>1,07,811.28</b>	<b>1,16,912.64</b>	<b>1,42,321.27</b>	<b>1,07,811.28</b>	<b>1,42,321.27</b>	<b>1,28,078.93</b>
<b>5. NET CAPITAL EMPLOYED</b>	<b>85,658.27</b>	<b>83,348.85</b>	<b>77,224.58</b>	<b>85,658.27</b>	<b>77,224.58</b>	<b>85,419.38</b>

 Place : Vallabh Vidyanagar  
 Date : 06 November, 2020


For and on behalf of Board of Directors



**Prayasvin B. Patel**  
 Chairman & Managing Director  
 DIN : 00037394

**ELECON ENGINEERING COMPANY LIMITED**  
**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES**

(Amounts in INR Lakhs)

Particulars	As at 30 Sep 2020 (Unaudited)	As at 31 March 2020 (Audited)
<b>ASSETS</b>		
<b>I. Non-current assets</b>		
(a) Property, plant and equipment	56,969.20	58,952.82
(b) Right-of-use assets	6,226.00	6,539.90
(c) Capital work-in-progress	21.54	40.50
(d) Investment properties	2,553.48	2,559.99
(e) Goodwill	10,063.20	9,890.03
(f) Other intangible assets	1,830.50	1,952.41
(g) Financial assets		
(i) Investments accounted for using the equity method	5,256.02	5,173.57
(ii) Other investments	78.94	80.62
(iii) Loans	6.53	6.53
(iv) Other financial assets	1,198.48	581.69
(h) Deferred tax assets (net)	527.67	551.25
(i) Non-current tax assets (net)	2,074.04	2,336.29
(j) Other non-current assets	1,176.62	1,244.90
	<b>87,982.22</b>	<b>89,920.50</b>
<b>II. Current assets</b>		
(a) Inventories	28,858.42	30,655.12
(b) Financial assets		
(i) Trade receivables	46,405.91	61,207.21
(ii) Cash and cash equivalents	8,366.98	7,728.06
(iii) Bank balances other than (ii) above	2,916.96	3,020.18
(iv) Loans	545.84	578.95
(v) Other financial assets	13,673.86	15,478.56
(c) Other current assets	4,719.36	4,909.73
	<b>1,05,487.33</b>	<b>1,23,577.81</b>
<b>Total Assets</b>	<b>1,93,469.55</b>	<b>2,13,498.31</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	2,244.00	2,244.00
(b) Other equity	83,414.27	83,175.38
	<b>85,658.27</b>	<b>85,419.38</b>
<b>LIABILITIES</b>		
<b>I. Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	13,199.91	14,643.16
(ii) Lease liabilities	3,963.95	4,854.61
(b) Provisions	5,999.15	6,266.94
(c) Deferred tax liabilities (net)	869.85	793.32
(d) Other non-current liabilities	-	5.58
	<b>24,032.86</b>	<b>26,563.61</b>
<b>II. Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	21,635.81	25,514.08
(ii) Lease Liabilities	1,682.43	1,485.52
(iii) Trade payables		
-Total outstanding dues of micro and small enterprises	7,198.99	8,191.05
-Total outstanding dues of creditors other than micro and small enterprises	27,604.14	43,734.86
(iv) Other financial liabilities	10,314.83	5,310.32
(b) Other current liabilities	11,316.89	13,209.19
(c) Provisions	2,394.96	2,257.49
(d) Current tax liabilities (net)	1,630.37	1,812.81
	<b>83,778.42</b>	<b>1,01,515.32</b>
<b>Total Liabilities</b>	<b>1,07,811.28</b>	<b>1,28,078.93</b>
<b>Total Equity and Liabilities</b>	<b>1,93,469.55</b>	<b>2,13,498.31</b>

 Place : Vallabh Vidyanagar  
 Date : 06 November, 2020


For and on behalf of Board of Directors



 Prayasvin B. Patel  
 Chairman & Managing Director  
 DIN : 00037394



## ELECON ENGINEERING COMPANY LIMITED

## CONSOLIDATED CASH FLOW STATEMENT FOR SIX MONTHS ENDED 30 SEPTEMBER 2020

(Amounts in INR Lakhs)

Particulars	Six months ended		Year ended
	30 Sep 2020	30 Sep 2020	31 March 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>Cash flow from operating activities</b>			
Profit before tax	158.18	1,292.80	1,793.35
Adjustments for:			
(i) Depreciation and amortisation expense	2,634.73	2,470.76	5,325.81
(ii) Finance costs	3,116.25	3,841.04	7,703.52
(iii) Loss on fair valuation of investment	1.68	32.17	81.19
(iv) (Gain)/loss on assets sold/discarded (net)	(16.19)	45.38	69.23
(v) Interest income	(123.40)	(182.31)	(240.95)
(vi) Dividend income	-	(0.49)	(0.50)
(vii) Bad debts written off	-	42.55	3,224.18
(viii) Unrealised exchange (gain)/loss	(168.13)	374.51	35.56
(ix) Provision for other contract liabilities, warranty and others	108.94	284.83	532.65
(x) Provision/ (reversal) for onerous contract	18.61	(15.48)	(89.52)
(xi) Liabilities no longer required written back	(82.88)	-	-
(xii) Provision for doubtful debts	1,370.90	-	-
(xiii) Excess provision on doubtful debts written back	-	(302.71)	(2,861.73)
(xiv) Rent Income	(55.32)	-	-
	<b>6,963.37</b>	<b>7,883.05</b>	<b>15,572.79</b>
<b>Working Capital Adjustments</b>			
Decrease/(Increase) in trade receivables	13,422.01	3,345.71	(2,066.47)
Decrease in inventories	1,796.70	1,302.96	1,267.44
Decrease/(Increase) in financial assets	1,851.27	(7,604.77)	4,167.02
Decrease/(Increase) in other current and non-current assets	258.65	(43.09)	3,443.72
(Decrease)/increase in trade payables	(17,009.02)	(3.53)	11,295.40
(Decrease)/increase in provisions, current and non-current liabilities	(2,025.80)	(728.03)	1,252.43
Increase/(decrease) in other financial liabilities	3,064.39	2,843.83	(12,324.52)
	<b>8,321.57</b>	<b>6,996.13</b>	<b>22,607.81</b>
<b>Cash generated from operations</b>			
Taxes (paid) / refund (net of refunds)	10.31	(196.57)	(391.78)
<b>Net cash generated from operating activities (A)</b>	<b>8,331.88</b>	<b>6,799.56</b>	<b>22,216.03</b>
<b>Cash flow from investing activities</b>			
Payments for purchase of property, plant and equipment and intangible assets	(225.76)	(1,370.27)	(1,355.54)
Proceeds from sale of property, plant and equipment	52.12	96.71	49.92
Interest received	110.29	34.67	145.14
Dividend received	-	0.49	0.50
Bank balances not considered as cash and cash equivalents (net)	(537.86)	(346.56)	(1,577.83)
Dividend received	44.33	67.11	67.11
Proceeds from redemption of investments	-	-	139.21
Rent received	55.32	-	-
	<b>(501.56)</b>	<b>(1,517.85)</b>	<b>(2,531.49)</b>
<b>Net cash (used in) from investing activities (B)</b>			



**ELECON ENGINEERING COMPANY LIMITED**
**CONSOLIDATED CASH FLOW STATEMENT FOR SIX MONTHS ENDED 30 SEPTEMBER 2020**

(Amounts in INR Lakhs)

Particulars	Six months ended		Year ended
	30 Sep 2020	30 Sep 2020	31 March 2020
	(Unaudited)	(Unaudited)	(Audited)
<b>Cash flow from financing activities</b>			
Repayment of non current borrowings	(934.43)	-	-
Repayment of current borrowings (net) (Note 3)	(2,621.97)	(4,684.92)	(12,811.67)
Proceeds from other financing arrangements	-	4,199.15	4,199.15
Repayment against other financing arrangements	(458.20)	(132.72)	(570.64)
Finance cost paid	(2,941.25)	(3,716.87)	(7,580.22)
Dividend paid (including dividend distribution tax)	-	(270.52)	(290.98)
Principal payment of lease liabilities	(235.55)	-	(506.37)
<b>Net cash (used in) financing activities (C)</b>	<b>(7,191.40)</b>	<b>(4,605.88)</b>	<b>(17,560.73)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>638.92</b>	<b>675.83</b>	<b>2,123.81</b>
<b>Cash and cash equivalents at 1 April</b>	<b>7,728.06</b>	<b>5,604.25</b>	<b>5,604.25</b>
<b>Cash and cash equivalents as at Balance Sheet date</b>	<b>8,366.98</b>	<b>6,280.08</b>	<b>7,728.06</b>
<b>Components of cash and cash equivalents :-</b>			
Cash on hand	0.26	0.02	0.26
Balances with banks			
-In current accounts	8,366.72	6,280.06	7,727.80
	<b>8,366.98</b>	<b>6,280.08</b>	<b>7,728.06</b>

**Notes:**

- Cash and cash equivalents includes bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.
- The above Statement of Cash Flow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS 7) - *Statement of Cash Flows*.
- In accordance with para 22 of Ind AS 7 - *Statement of Cash Flows*, cash flows from current borrowings have been reported on net basis since these being working capital facilities, the maturities are short.
- Movement in financial liabilities and financial assets arising from financing activities:

Particulars	Borrowings	Finance costs
Balance at the beginning of the year/period	42,004.30	334.99
Proceeds from borrowings	-	-
Repayment of borrowings	(3,556.40)	-
Impact of effective interest rate on borrowings	231.38	(231.38)
Dividends paid (including taxes)	-	-
Interest paid	-	(2,941.25)
<b>Net cash outflows</b>	<b>38,679.28</b>	<b>(2,837.64)</b>
Charge to statement of profit and loss	-	3,116.25
<b>Balance at the Balance Sheet date</b>	<b>38,679.28</b>	<b>278.61</b>



For and on behalf of the Board of Directors

**Prayasvin Patel**  
 Chairman & Managing Director  
 DIN : 00037394

 Place : Vallabh Vidyanagar  
 Date : 06 November, 2020



# BSR & Co. LLP

Chartered Accountants

903 Commerce House V,  
Near Vodafone House  
Prahaladnagar, Corporate Road,  
Ahmadabad 380 051  
India

Telephone +91 (79) 7145 0001  
Fax +91 (79) 7145 0050

## Limited Review Report on Unaudited Quarterly and year-to-date Consolidated Financial Results of Elecon Engineering Company Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To Board of Directors of Elecon Engineering Company Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Elecon Engineering Company Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), and its share of the net profit after tax and total comprehensive income of its associates for the quarter ended 30 September 2020 and year-to-date results for the period from 1 April 2020 to 30 September 2020 ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.



**Limited Review Report on Unaudited Quarterly and year-to-date Consolidated Financial Results of Elecon Engineering Company Limited pursuant to Regulation 33 of the Listing Regulations**

Page 2 of 3

4. The Statement includes the unaudited financial information / financial results of the following entities:

Sr.	Name of the Entity	Relationship
1	Radicon Transmission UK Limited (including its following Wholly Owned Step-down Subsidiaries): a) Benzlers Systems AB b) AB Benzlers c) Radicon Drive Systems Inc. d) Benzler Transmission A.S. e) Benzler TBA B.V. f) Benzler Antriebstechnik GmBH g) OY Benzler AB h) Benzlers Italia s.r.l	Wholly Owned Subsidiary
2	Elecon Singapore Pte. Limited	Wholly Owned Subsidiary
3	Elecon Middle East FZE	Wholly Owned Subsidiary
4	Eimco (Elecon) India Limited	Associate
5	Elecon Eng. (Suzhou) Co. Limited	Associate
6	Elecon Africa Pty. Limited	Associate
7	Elecon Australia Pty. Limited	Associate

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The Statement includes the Group's share of net profit after tax of INR 45.94 Lakhs and INR 130.38 Lakhs, total comprehensive income of INR 45.94 Lakhs and INR 130.38 Lakhs for the quarter ended 30 September 2020 and for the period from 1 April 2020 to 30 September 2020, respectively, as considered in the Statement, in respect of 1 associate, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose report has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this associate, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of this matter.





**Limited Review Report on Unaudited Quarterly and year-to-date Consolidated Financial Results of Elecon Engineering Company Limited pursuant to Regulation 33 of the Listing Regulations**

Page 3 of 3

7. The Statement includes the financial information of 1 subsidiary which has not been reviewed, whose financial information reflects total assets of INR 5,421.06 Lakhs as at 30 September 2020 and total revenue of INR 386.35 Lakhs and INR 768.04 Lakhs, total net loss after tax of INR 43.49 Lakhs and total net profit after tax of INR 85.19 Lakhs, total comprehensive loss of INR 43.49 Lakhs and total comprehensive income of INR 85.19 Lakhs for the quarter ended 30 September 2020 and for the period from 1 April 2020 to 30 September 2020, respectively, and cash inflows (net) of INR 378.03 Lakhs for the period from 1 April 2020 to 30 September 2020, as considered in the Statement. The Statement also includes the Group's share of net profit after tax of INR Nil and INR Nil and total comprehensive income of INR Nil and INR Nil for the quarter ended 30 September 2020 and for the period from 1 April 2020 to 30 September 2020, respectively, as considered in the consolidated unaudited financial results, in respect of 3 associates based on their financial information which have not been reviewed. According to the information and explanations given to us by the Holding Company's management, these interim financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of this matter.

For B S R & Co. LLP  
Chartered Accountants  
Firm's Registration No: 101248W/W-100022



**Rupen Shah**  
Partner

Vallabh Vidyanagar  
6 November 2020

Membership No: 116240  
ICAI UDIN: 20116240AAAADI2325

To,

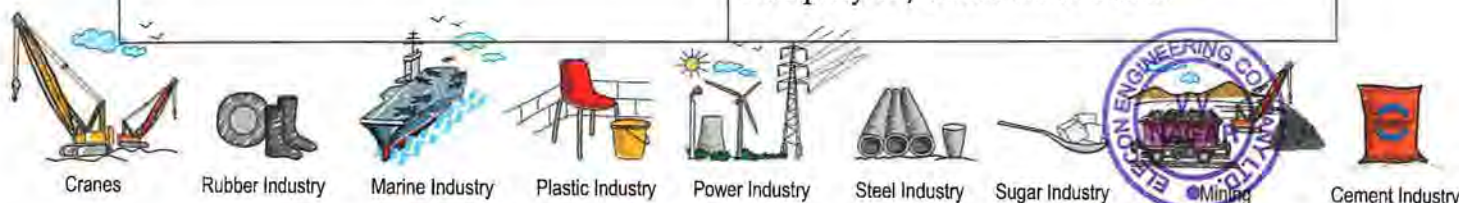
The Manager (Listing),  
 The BSE Ltd.  
 Mumbai  
 Company's Scrip Code: 505700

**Sub : Intimation under Regulation 52 (4) and 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Regulations")**

Dear Sir/Madam,

With reference to the subject referred regulations, we submit herewith below information with respect to listed 12.50% Senior Secured Rated Listed Redeemable Non-Convertible Debentures ('NCDs') issued by the Company on private placement basis of Rs. 100 Crores:-

Matters required to be disclosed under Regulation 52(4)	Details disclosed as on 30 <sup>th</sup> September, 2020
Credit Rating and change in credit rating (if any);	All the NCDs rated as BWR A minus (Outlook- Negative) by Brickwork Ratings India Private Limited.  Credit rating of said NCDs were reaffirmed at BWR A- (pronounced BWR A Minus) and outlook has been revised to "Negative" from "Stable".
Asset Cover available	1.71 times
Debt Equity Ratio (for half year ended on 30 <sup>th</sup> September, 2020)	0.46 times
Previous due date for the payment of interest / <del>dividend of non-convertible preference shares</del> / repayment of principal of <del>non-convertible preference shares</del> / non-convertible debt securities payable and whether the same has been paid or not.	<p>Previous Due date for payment of Interest and repayment of principal on NCDs for the period from 1<sup>st</sup> April, 2020 to 30<sup>th</sup> September, 2020:-</p> <p><u>Previous Due date for payment of Interest:-</u>                      1<sup>st</sup> May, 2020 and 1<sup>st</sup> August, 2020.</p> <p><u>Re-payment of Principal on NCDs for Series I:-</u>                      1<sup>st</sup> August 2020</p> <p><u>Due date for payment of Redemption Premium on instalment due for Series I:-</u>                      1<sup>st</sup> August, 2020</p> <p>All above said payments were made by the Company on/before the due date.</p>



**Gearing industries. Gearing economies.**



Next due date for payment of interest/ <del>dividend of non-convertible preference shares</del> /principal alongwith the amount of interest/ <del>dividend of non-convertible preference shares</del> payable and the redemption amount.	<p>Next due date for payment of interest and Re-payment of Principal on NCDs for the period from 1<sup>st</sup> October, 2020 to 31<sup>st</sup> March, 2020:-</p> <p><u>Payment of interest</u></p> <p>1<sup>st</sup> November, 2020 (as on date of this disclosure, the same has been paid by due date) and 1<sup>st</sup> February, 2021 amounting to Rs. 3,06,65,028/- and Rs. 3,02,48,790 /- respectively.</p> <p><u>The Re-payment of Principal on NCDs will be due as under for Series I:-</u></p> <p>1<sup>st</sup> November, 2020 of Rs. 1,42,85,714/- (as on date of this disclosure, the same has been paid by due date) and</p> <p>1<sup>st</sup> February, 2021 of Rs. 1,42,85,714/-</p> <p><u>Due date for payment of Redemption Premium on instalment due for Series I:-</u></p> <p>1<sup>st</sup> November, 2020 of Rs. 1,06,778/-</p> <p>1<sup>st</sup> February, 2021 of Rs. 1,24,890/-</p>
Debt Service Coverage Ratio	1.37 times
Interest Service Coverage Ratio	0.90 times
Outstanding redeemable preference shares (quantity and value)	Not Applicable
Capital Redemption Reserve/Debenture Redemption Reserve	Debenture Redemption Reserve:- Rs. 2,500.00 Lakhs for the year ended 31 <sup>st</sup> March, 2019 & for the year ended 31 <sup>st</sup> March, 2020, additional Debenture Redemption Reserve not required to be created pursuant to the amendment of the Companies (Share Capital and debentures) Amendment Rules, 2019 dated 16th August, 2019 as the said NCDs are listed and privately placed.
Net Worth	Rs. 78,357.57 Lakhs
Net Profit After Tax	Rs. 141.44 Lakhs (Excl. OCI)
Earnings Per Share	<p>Basic EPS before and after extraordinary items, net of tax expenses (not annualized) is Rs. 0.13 per share</p> <p>Diluted EPS before and after extraordinary items, net of tax expenses (not annualized) is Rs. 0.13 per share</p>

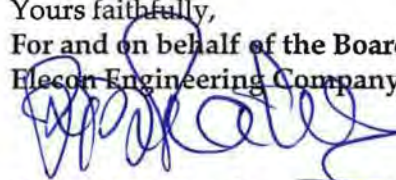


Kindly, take the above on your record.

Thanking you,

Yours faithfully,

For and on behalf of the Board of Directors,  
Elecon Engineering Company Limited

  
Prayasvin B. Patel  
Chairman & Managing Director  
DIN:- 00037394



Date:- 6<sup>th</sup> November, 2020  
Place:- Vallabh Vidyanagar