

31st January, 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 Nine Months ended on 31st December, 2019

Ref : Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

In terms of the subject referred regulation, the Standalone and Consolidated Unaudited Financial Results for the Quarter and Nine Months ended on 31st December, 2019, duly taken on record and approved by the Board of Directors of the Company at its Meeting held on Friday, 31st January, 2020 are enclosed.

Following attachments are enclosed with the aforesaid financial results:

- 'Limited Review Report' of the Statutory Auditors of the Company and
- Press Note giving highlights on the performance of the Company

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 NINE MONTHS ENDED 31 DECEMBER 2019

(Amounts in INR Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year ended
		31 Dec 2019 (Unaudited)	30 Sep 2019 (Unaudited)	31 Dec 2018 (Unaudited)	31 Dec 2019 (Unaudited)	31 Dec 2018 (Unaudited)	31 Mar 2019 (Audited)
1	Revenue from operations	21,213.93	20,567.23	20,914.75	63,111.71	70,333.53	95,546.12
2	Other income	592.63	382.40	950.99	1,062.93	2,097.17	2,202.74
3	Total Income (1+2)	21,806.56	20,949.63	21,865.74	64,174.64	72,430.70	97,748.86
4	Expenses						
	(a) Cost of materials consumed	13,145.15	9,130.17	10,364.16	29,909.60	32,359.77	44,860.62
	(b) Changes in inventories of finished goods and work-in-progress	(5,045.26)	234.03	(1,028.70)	(3,860.47)	(1,617.18)	(2,421.86)
	(c) Manufacturing expenses and erection charges	4,695.12	3,125.13	4,698.16	13,291.13	16,610.10	21,039.89
	(d) Employee benefits expense	1,764.32	1,650.87	2,045.65	5,158.14	5,742.75	7,286.99
	(e) Finance costs	1,824.63	1,779.40	1,410.90	5,322.84	4,607.17	6,408.15
	(f) Depreciation and amortisation expense	1,064.04	1,098.90	1,107.41	3,198.75	3,270.92	4,357.75
	(g) Other expenses	3,732.87	3,266.21	2,586.56	9,663.46	9,477.69	13,431.66
	Total Expenses	21,180.87	20,284.71	21,184.14	62,683.45	70,451.22	94,963.20
5	Profit before tax (3-4)	625.69	664.92	681.60	1,491.19	1,979.48	2,785.66
6	Tax expenses						
	Current tax	-	-	-	-	-	-
	Adjustment of tax relating to earlier periods	-	-	290.74	-	345.40	345.40
	Deferred tax charge / (credit)	191.27	214.56	114.46	472.42	664.42	1,232.97
7	Net Profit for the period after tax (5-6)	434.42	450.36	276.40	1,018.77	969.66	1,207.29
8	Other comprehensive income/(expenses) (net of tax)						
	Items that will not be reclassified to profit or loss	(4.14)	(4.13)	4.38	(12.41)	13.15	(16.55)
	Tax relating to items that will not be reclassified to profit or loss	1.45	1.44	(1.38)	4.34	(4.44)	7.28
9	Total comprehensive income for the period (7+8)	431.73	447.67	279.40	1,010.70	978.37	1,198.02
10	Paid-up equity share capital (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
12	Other equity						71,757.37
13	Earnings per share (of INR 2/- each) (not annualised) (In Rupees)						
	(a) Basic	0.39	0.40	0.25	0.91	0.86	1.08
	(b) Diluted	0.39	0.40	0.25	0.91	0.86	1.08

Notes:

- The above unaudited standalone financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 31 January, 2020. These results have been subjected to limited review by the statutory auditors of the Company who have issued an unqualified review report.
- During nine months ended 31 December, 2019, a Scheme of Amalgamation ('the Scheme') between the Company and its wholly owned subsidiary Elecon Transmission International Limited, Mauritius ('ETIL') was sanctioned by the National Company Law Tribunal, Ahmedabad Bench, with an appointed date of 1 April, 2019. Consequently, impact of the Scheme has been given from appointed date (i.e. 1 April, 2019) in the aforesaid unaudited standalone financial results. As per the Scheme, all assets and liabilities of ETIL as at appointed date (i.e. 1 April 2019) have been recorded at their carrying values determined in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and the difference between net assets and equity, after eliminating inter-company balances, is adjusted to 'Other Equity'.
- 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.
- Effective 1 April, 2019, the Company has adopted Ind AS 116 - 'Leases' using modified retrospective approach. This has resulted in recognition of right of use assets equal to lease liabilities as on 1 April, 2019. The adoption of the standard did not have any material impact on the unaudited standalone financial results.
- 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 for the quarter and nine months ended 31 December 2019 reflect the impact of expected adoption of this option by the Company basis Management's internal evaluation.
- Previous period figures have been regrouped / reclassified wherever necessary.




Cranes



Rubber Industry



Marine Industry



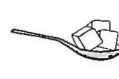
Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



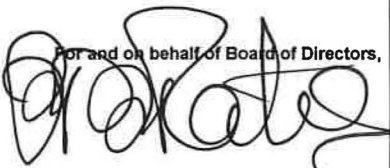
Cement Industry

Gearing industries. Gearing economies.

UNAUDITED STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019						
Particulars	Quarter Ended			Nine Months Ended		Year ended
	31 Dec 2019	30 Sep 2019	31 Dec 2018	31 Dec 2019	31 Dec 2018	31 Mar 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. SEGMENT REVENUE						
(a) Material Handling Equipment	6,237.46	6,050.40	7,852.77	19,496.91	25,856.94	34,513.11
(b) Transmission Equipment	14,976.47	14,516.83	13,061.98	43,614.80	44,476.59	61,033.01
Net Sales/Income from Operations	21,213.93	20,567.23	20,914.75	63,111.71	70,333.53	95,546.12
2. SEGMENT RESULTS PROFIT (+)/LOSS(-) BEFORE TAX & INTEREST						
(a) Material Handling Equipment	111.53	(272.69)	(17.36)	380.58	351.72	(396.87)
(b) Transmission Equipment	2,599.11	2,923.84	2,128.46	6,983.82	6,989.88	10,453.11
Total	2,710.64	2,651.15	2,111.10	7,364.40	7,341.60	10,056.24
Less:						
i) Finance Cost	1,824.63	1,779.40	1,410.90	5,322.84	4,607.17	6,408.15
ii) Other unallocated corporate overheads	312.23	325.56	54.18	773.43	911.99	1,149.16
iii) Unallocable income	(51.91)	(118.73)	(35.58)	(223.06)	(157.04)	(286.73)
Total Profit before Tax	625.69	664.92	681.60	1,491.19	1,979.48	2,785.66
3. SEGMENT ASSETS						
(a) Material Handling Equipment	52,796.18	54,236.69	62,780.71	52,796.18	62,780.71	60,765.51
(b) Transmission Equipment	1,28,423.88	1,23,985.84	1,11,875.41	1,28,423.88	1,11,875.41	1,15,340.44
(c) Unallocated	15,649.70	14,396.58	18,486.31	15,649.70	18,486.31	18,605.52
Total	1,96,869.76	1,92,619.11	1,93,142.43	1,96,869.76	1,93,142.43	1,94,711.47
4. SEGMENT LIABILITIES						
(a) Material Handling Equipment	36,218.69	35,664.33	45,941.24	36,218.69	45,941.24	40,408.66
(b) Transmission Equipment	78,379.83	75,297.27	63,425.65	78,379.83	63,425.65	70,491.68
(c) Unallocated	10,257.30	10,075.28	9,993.78	10,257.30	9,993.78	9,809.76
Total	1,24,855.82	1,21,036.88	1,19,360.67	1,24,855.82	1,19,360.67	1,20,710.10
5. NET CAPITAL EMPLOYED	72,013.94	71,582.23	73,781.76	72,013.94	73,781.76	74,001.37



For and on behalf of Board of Directors,



Prayasvin B. Patel
Chairman & Managing Director
DIN : 00037394

Place : Vallabh Vidyanagar
Date : 31 January, 2020

B S R & Co. LLP

Chartered Accountants

Commerce House V,
9th Floor 902 & 903,
Near Vodafone House,
Corporate Road, Prahaladnagar,
Ahmedabad 380051
India

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Review Report on Unaudited Quarterly and year-to-date Standalone 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 standalone financial results of Elecon Engineering Company Limited ('the Company') for the quarter ended 31 December 2019 and year-to-date results for the period from 1 April 2019 to 31 December 2019 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the 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 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 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm's Registration No: 101248W/W-100022



Rupen Shah
Partner

Vallabh Vidyanagar
31 January 2020

Membership No: 116240
ICAI UDIN: 20116240AAAAA6861



ELECON ENGINEERING COMPANY LIMITED
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019

(Amounts in INR Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 Dec 2019 (Unaudited)	30 Sep 2019 (Unaudited)	31 Dec 2018 (Unaudited)	31 Dec 2019 (Unaudited)	31 Dec 2018 (Unaudited)	31 March 2019 (Audited)
1	Revenue from operations	27,949.82	26,616.13	27,264.09	81,704.19	89,688.98	1,22,484.43
2	Other income	592.02	321.92	1,121.77	1,021.35	6,482.57	6,556.39
3	Total Income (1+2)	28,541.84	26,938.05	28,385.86	82,725.54	96,171.55	1,29,040.82
4	Expenses						
	(a) Cost of materials consumed	16,181.50	12,004.86	15,078.43	38,593.41	44,083.25	57,821.86
	(b) Changes in inventories of finished goods and work-in-progress	(4,772.81)	252.88	(2,556.10)	(3,397.71)	(3,484.52)	(1,310.11)
	(c) Manufacturing expenses and erection charges	4,790.62	3,169.72	4,778.82	13,509.88	16,848.61	21,366.47
	(d) Employee benefits expense	3,432.15	3,134.49	3,877.16	9,972.87	10,845.36	13,887.31
	(e) Finance costs	1,983.51	1,889.83	1,737.61	5,824.55	5,300.68	7,297.10
	(f) Depreciation and amortisation expense	1,251.96	1,264.49	1,199.52	3,722.72	3,614.57	4,789.25
	(g) Other expenses	4,575.31	4,050.55	3,605.72	12,107.42	12,050.60	16,749.01
	Total Expenses	27,442.24	25,766.82	27,721.16	80,333.14	89,258.55	1,20,600.89
5	Profit before share in profit of associate and tax (3-4)	1,099.60	1,171.23	664.70	2,392.40	6,913.00	8,439.93
6	Share in profit of associate (net of tax)	47.67	74.23	121.25	138.13	254.62	385.89
7	Profit before tax (5+6)	1,147.27	1,245.46	785.95	2,530.53	7,167.62	8,825.82
8	Tax expenses						
	Current tax	32.18	53.91	82.02	112.01	162.13	300.82
	Adjustment of tax relating to earlier periods	-	-	290.74	-	345.40	344.98
	Deferred tax charge/(credit)	187.70	214.56	108.96	468.85	662.59	1,169.10
9	Net Profit for the period after tax (7-8)	927.39	976.99	304.23	1,949.67	5,997.50	7,010.92
10	Non-controlling interest	-	-	-	-	-	-
11	Net Profit after tax and non controlling interest (9-10)	927.39	976.99	304.23	1,949.67	5,997.50	7,010.92
12	Other comprehensive income/(expenses) (net of tax)						
	(i) Items that will not be reclassified to profit or loss	(4.14)	(4.13)	4.38	(12.41)	13.15	(478.14)
	Tax relating to items that will not be reclassified to profit or loss	1.46	1.44	(1.38)	4.34	(4.44)	7.50
	(ii) Items that will be reclassified to profit or loss	363.49	(210.52)	(745.70)	33.94	(240.85)	(350.51)
	Tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
13	Total comprehensive income/(expenses) for the period (11+12)	1,288.20	763.78	(438.47)	1,975.54	5,765.36	6,189.77
14	Paid-up equity share capital (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	Other equity						74,562.44
16	Earnings per share (of INR. 2/- each) (not annualised) - In Rupees						
	(a) Basic	0.83	0.87	0.27	1.74	5.35	6.25
	(b) Diluted	0.83	0.87	0.27	1.74	5.35	6.25

Notes:

- The above unaudited consolidated financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 31 January, 2020. These results have been subjected to limited review by the statutory auditors of the Holding Company who have issued an unqualified review report.
- During nine months ended 31 December, 2019, a Scheme of Amalgamation ('the Scheme') between the Holding Company and its wholly owned subsidiary Elecon Transmission International Limited, Mauritius ('ETIL') was sanctioned by the National Company Law Tribunal, Ahmedabad Bench, with an appointed date of 1 April, 2019. Consequently, impact of the Scheme has been given from appointed date (i.e. 1 April, 2019) in the aforesaid unaudited standalone financial results. As per the Scheme, all assets and liabilities of ETIL as at appointed date (i.e. 1 April 2019) have been recorded at their carrying values determined in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and the difference between net assets and equity, after eliminating inter-company balances, is adjusted to 'Other Equity'.
- As per Ind AS 108- 'Operating Segments', the Group has reported segment information under two segment 1) Material Handling Equipment and 2) Transmission Equipment.
- Effective 1 April, 2019, the Group has adopted Ind AS 116- 'Leases' using modified retrospective approach. This has resulted in recognition of right of use assets equal to lease liabilities as on 1 April, 2019. The adoption of the standard did not have any material impact on the unaudited consolidated financial results.
- 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 for the quarter and nine months ended 31 December 2019 reflect the impact of expected adoption of this option by the Holding Company basis Management's internal evaluation.
- These unaudited consolidated financial results have been prepared in accordance with Ind AS 110 "Consolidated Financial Statements" and Ind AS 28 "Investments in Associates and Joint Ventures". Business combinations are accounted in accordance with Ind AS 103 "Business Combinations". Any goodwill arising on business combinations is not amortised but tested for impairment annually.
- Other comprehensive income mainly comprises of remeasurement of defined benefit plan and exchange differences on translation of financial statements of foreign operations.
- 'Other income' for nine months ended 31 December 2018 includes INR 3,670.33 Lakhs of profit on sale of immovable property by an overseas subsidiary.
- Previous period figures have been regrouped / reclassified wherever necessary.





Cranes



Rubber Industry



Marine Industry



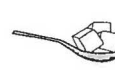
Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

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UNAUDITED CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019

(Amounts in INR Lakhs)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31 Dec 2019 (Unaudited)	30 Sep 2019 (Unaudited)	31 Dec 2018 (Unaudited)	31 Dec 2019 (Unaudited)	31 Dec 2018 (Unaudited)	31 March 2019 (Audited)
1. SEGMENT REVENUE						
(a) Material Handling Equipment	6,237.46	6,050.40	7,852.77	19,496.91	25,856.94	34,513.11
(b) Transmission Equipment	21,712.36	20,565.73	19,411.32	62,207.28	63,832.04	87,971.32
Net Sales/Income from Operations	27,949.82	26,616.13	27,264.09	81,704.19	89,688.98	1,22,484.43
2. SEGMENT RESULTS(PROFIT)(+)/LOSS(-) BEFORE TAX & INTEREST FROM EACH SEGMENT						
(a) Material Handling Equipment	111.53	(272.69)	(17.36)	380.58	351.72	(396.87)
(b) Transmission Equipment	2,930.00	3,632.05	2,461.62	8,191.73	12,184.33	16,645.26
Total	3,041.53	3,359.36	2,444.26	8,572.31	12,536.05	16,248.39
Less:						
i) Finance cost	1,983.51	1,889.83	1,737.61	5,824.55	5,300.68	7,297.10
ii) Other unallocated corporate overheads	10.34	349.90	69.98	511.30	406.82	718.26
iii) Unallocable income	(99.59)	(125.83)	(149.28)	(294.07)	(339.07)	(592.79)
Total Profit before tax	1,147.27	1,245.46	785.95	2,530.53	7,167.62	8,825.82
3. SEGMENT ASSETS						
(a) Material Handling Equipment	52,796.18	54,236.69	62,780.71	52,796.18	62,780.71	60,765.51
(b) Transmission Equipment	1,68,677.51	1,62,351.68	1,44,707.94	1,68,677.51	1,44,707.94	1,48,155.17
(c) Unallocated	3,324.08	2,957.48	8,531.19	3,324.08	8,531.19	8,028.68
Total	2,24,797.77	2,19,545.85	2,16,019.84	2,24,797.77	2,16,019.84	2,16,949.36
4. SEGMENT LIABILITIES						
(a) Material Handling Equipment	36,218.69	35,664.33	45,941.24	36,218.69	45,941.24	40,408.66
(b) Transmission Equipment	99,743.05	96,252.53	83,081.66	99,743.05	83,081.66	89,862.06
(c) Unallocated	10,324.58	10,404.41	10,613.18	10,324.58	10,613.18	9,872.20
Total	1,46,286.32	1,42,321.27	1,39,636.08	1,46,286.32	1,39,636.08	1,40,142.92
5.NET CAPITAL EMPLOYED	78,511.45	77,224.58	76,383.76	78,511.45	76,383.76	76,806.44



For and on behalf of Board of Directors,

Prayasvin B. Patel
Chairman & Managing Director
DIN : 00037394

Place : Vallabh Vidyanagar
Date : 31 January, 2020

B S R & Co. LLP

Chartered Accountants

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9th Floor 902 & 903,
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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 31 December 2019 and year-to-date results for the period from 1 April 2019 to 31 December 2019 ('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.



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

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 47.67 Lakhs and INR 138.13 Lakhs and total comprehensive income of INR 47.67 Lakhs and INR 138.13 Lakhs for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively, 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.



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

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7. The Statement includes the financial information of 2 subsidiaries which have not been reviewed, whose financial information reflect total revenue of INR 1,119.86 Lakhs and INR 2,846.11 Lakhs, total net profit after tax of INR 307.32 Lakhs and INR 435.73 Lakhs and total comprehensive income of INR 307.32 Lakhs and INR 435.73 Lakhs for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively. The Statement also includes the Group's share of net profit after tax of Nil and Nil and total comprehensive income of Nil and Nil for the quarter ended 31 December 2019 and for the period from 1 April 2019 to 31 December 2019, respectively in respect of 3 associates based on their financial information which has 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
31 January 2020

Membership No: 116240
ICAI UDIN: 20116240AAAAAB9913

Elecon Engineering announces Q3FY20 Results

CONSOLIDATED Q3FY20 NET REVENUE AT RS. 279.5 CRORES

Vallabh Vidyanagar, India, January 31, 2020- Elecon Engineering Company Limited ("Elecon"), one of the largest manufacturers of gears in Asia and a leading player in MHE segment, announces its financial results for the **Third Quarter (Q3FY20)** and **Nine Months (9MFY20)** period ended December 31st, 2019.

Financial Performance

Standalone Q3FY20 Review

- Total Operating income was Rs. 212.1 Crores for Q3FY20 as compared to Rs. 209.1 Crores in the corresponding period of the previous year, reflecting an increase of 1.4%
- EBITDA stood at Rs. 35.1 Crores as compared to Rs. 32.0 Crores during the corresponding period of previous year, an increase of 9.8%
- EBITDA Margin at 16.6% for Q3FY20 as against 15.3% in Q3FY19
- Profit Before Tax stood at Rs. 6.3 Crores for Q3FY20 as compared to Rs 6.8 Crores in the corresponding period of the previous year, a decline of 8.2%
- Net Profit stood at Rs. 4.3 Crores for Q3FY20 as compared to Rs. 2.8 Crores in the corresponding period of the previous year, an increase of 57.2%

Standalone 9MFY20 REVIEW

- Total Operating income was Rs. 631.1 Crores for 9MFY20 as compared to Rs. 703.3 Crores in the corresponding period of the previous year reflecting a decline of 10.3%
- EBITDA stood at Rs. 100.1 Crores for 9MFY20 as compared to Rs. 98.6 Crores during the corresponding period of previous year, an increase of 1.6%
- EBITDA Margin at 15.9% for 9MFY20 as against 14.0% in 9MFY19
- Profit Before Tax stood at Rs. 14.9 Crores for 9MFY20 as compared to Rs 19.8 Crores in the corresponding period of the previous year, a decline of 24.7%
- Net Profit stood at Rs. 10.2 Crores for 9MFY20 as compared to Rs. 9.7 Crores in the corresponding period of the previous year, an increase of 5.1%

CONSOLIDATED Q3FY20 REVIEW

- Total Operating income was Rs. 279.5 Crores for Q3FY20 as compared to Rs. 272.6 Crores in the corresponding period of the previous year, reflecting an increase of 2.5%
- EBITDA stood at Rs. 43.4 Crores as compared to Rs. 36.0 Crores during the corresponding period of previous year, an increase of 20.4%
- EBITDA Margin at 15.5% for Q3FY20 as against 13.2% in Q3FY19

- Profit Before Tax stood at Rs. 11.5 Crores for Q3FY20 as compared to Rs 7.9 Crores in the corresponding period of the previous year, an increase of 46.0%
- Net Profit stood at Rs. 9.3 Crores for Q3FY20 as compared to Rs. 3.0 Crores in the corresponding period of the previous year, an increase of 204.8%

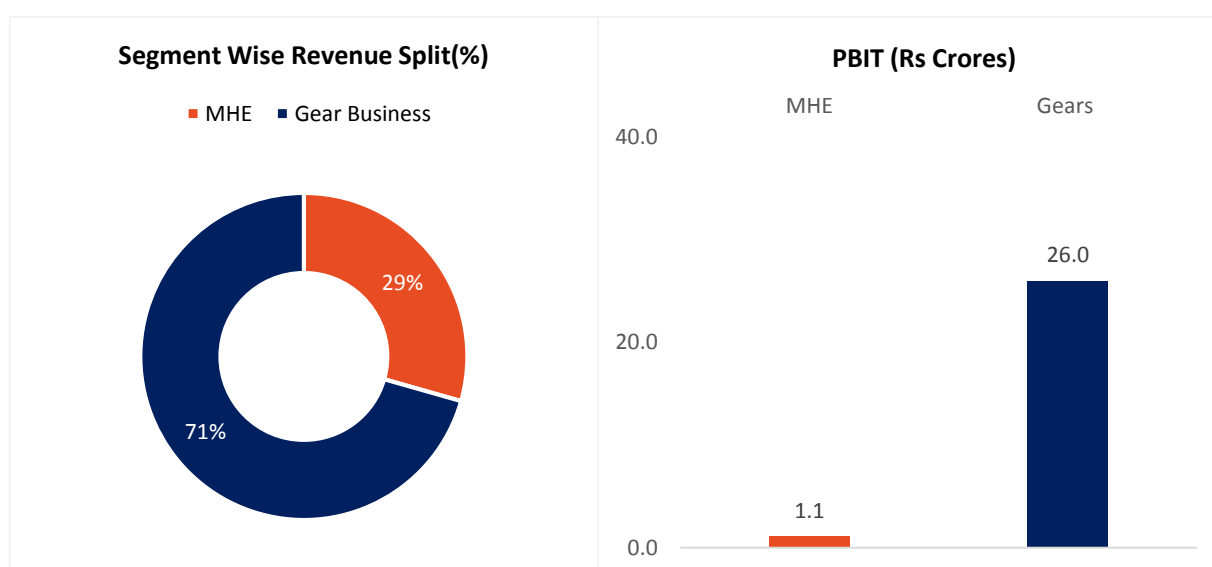
Consolidated 9MFY20 Review

- Total Operating income was Rs. 817.0 Crores for 9MFY20 as compared to Rs. 896.9 Crores in the corresponding period of the previous year reflecting a decline of 8.9%
- EBITDA stood at Rs. 119.4 Crores for 9MFY20 as compared to Rs. 158.3 Crores during the corresponding period of previous year, a decline of 24.6%
- EBITDA Margin at 14.6% for 9MFY20 as against 17.6% in 9MFY19
- Profit Before Tax stood at Rs. 25.3 Crores for Q3FY20 as compared to Rs 71.7 Crores in the corresponding period of the previous year, a decline of 64.7%
- Net Profit stood at Rs. 19.5 Crores for 9MFY20 as compared to Rs. 60.0 Crores in the corresponding period of the previous year, a decline of 67.5%

Management Comments

Commenting on the Company's performance for Q3FY20, **Mr. Prayasvin Patel, CMD** said *"We are pleased to report healthy performance in this quarter on the back of improving demand environment and favourable product mix. We continue to work towards creating long-term value for our shareholders and we are pretty much satisfied with our progress in terms of reduction of debt and recovery of old receivables. We are confident that the performance will continue to improve in the future."*

Segment Wise Performance (Q3FY20)



Performance of the overseas subsidiary

During the quarter, our overseas business under Benzlers and Radicon registered revenue of Rs. 66.82 Crores with EBITDA of Rs. 5.19 Crores.

Order Book and Outlook

During the quarter, we booked orders worth Rs. 142.65 Crores in gear business. This translates to an order backlog of Rs. 682.63 Crores for execution in the near to medium term. In the material handling business, we closed orders worth Rs. 41.53 Crores. The pending order book for MHE business now stands at Rs. 458.06 Crores.

About Elecon Engineering Company Limited

Elecon Engineering Company Ltd (BSE code: 505700, NSE code: ELECON) is one of Asia's largest gear manufacturing Company with vast experience of about six decades and significant business presence in India and abroad. The Company designs and manufactures worm gears; parallel shaft and right-angle shaft; helical and spiral level helical gears; fluid geared and flexible couplings, as well as planetary gear boxes. The Company also manufactures material handling equipment, mining equipment, casting processes amongst others. The Company was incorporated in 1960 by Shri Ishwarbhai B Patel and has its headquarters in Vallabh Vidyanagar, Gujarat. For more info, visit: www.elecon.com

If you have any questions or require further information, please feel free to contact

Kamlesh Shah

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Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors. That could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. Elecon Engineering Company Ltd. will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.