

SUPRAJIT ENGINEERING LIMITED

Regd Office: No 100, Bommasandra Industrial Area, Anekal Taluk, Bengaluru-560 099.

Website - www.suprajit.com, email - info@suprajit.com


CIN - L29199KA1985PLC006934

Statement of Standalone Unaudited Financial Results for the Quarter and Nine months ended December 31, 2017

(Rs. in Millions)

Particulars	Standalone				
	Quarter ended			Nine months ended	
	31 Dec 2017 (Unaudited)	30 Sep 2017 (Unaudited)	31 Dec 2016 (Unaudited)*	31 Dec 2017 (Unaudited)	31 Dec 2016 (Unaudited)*
I Revenue from operations (Refer note 7)	2,543.88	2,406.83	2,305.49	7,297.25	6,987.70
II Other income	72.91	42.38	134.46	201.59	245.69
III Total income (I+II)	2,616.79	2,449.21	2,439.95	7,498.84	7,233.39
IV Expenses					
Cost of materials consumed	1,661.64	1,388.46	1,276.12	4,336.20	3,828.34
Purchases of stock-in-trade	35.52	13.54	20.19	61.21	36.97
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(114.88)	65.97	(31.89)	(49.55)	(30.47)
Excise duty on sale of goods (Refer note 7)	-	-	219.59	231.03	670.04
Employee benefits expense	328.36	320.18	274.89	940.32	845.66
Finance costs	47.82	48.63	66.93	142.38	179.93
Depreciation and amortization expense	47.32	45.58	40.05	137.24	116.28
Other expenses	180.58	174.28	170.61	546.90	514.42
Total expenses (IV)	2,186.36	2,056.64	2,036.49	6,345.73	6,161.17
V Profit before exceptional items and tax (III-IV)	430.43	392.57	403.46	1,153.11	1,072.22
VI Exceptional items (Refer note 8)	-	-	-	-	60.18
VII Profit before tax (V-VI)	430.43	392.57	403.46	1,153.11	1,012.04
VIII Tax expense:					
Current tax	126.46	117.19	79.88	354.49	296.10
Deferred tax charge/(credit)	20.26	8.26	52.81	25.90	31.34
Tax expense relating to earlier periods	22.30	-	0.67	24.22	0.67
Total tax expenses	169.02	125.45	133.36	404.61	328.11
IX Profit for the period (VII-VIII)	261.41	267.12	270.10	748.50	683.93
X Other comprehensive income, net of taxes Items that will not be reclassified to profit or loss					
Re-measurement gain/(loss) on defined benefit plan	(5.86)	(1.03)	(1.60)	(3.85)	(0.20)
	(5.86)	(1.03)	(1.60)	(3.85)	(0.20)
XI Total comprehensive income for the period (IX+X)	255.55	266.09	268.50	744.65	683.73
XII Paid-up equity share capital (Face value : Re.1/- each) (in Rs.) (Refer note 2)	139,872,473	139,872,473	139,872,473	139,872,473	139,872,473
XIII Earnings per share (Face value : Re.1/- each) (in Rs.) (Not annualised in case of interim periods) Basic and Diluted	1.87	1.91	1.93	5.35	4.89

* to be read along with note nos 2, 5 and 6 of the accompanying notes.


K. RAJU KUMAR RAI
 Chairman & Managing Director

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on February 12, 2018.
- 2 The Honourable National Company Law Tribunal ('NCLT') vide its Order dated August 11, 2017 approved the Scheme of Amalgamation between Suprajit Engineering Limited ('the Company') and Phoenix Lamps Limited, an erstwhile subsidiary of the Company. Upon completion of necessary procedures the amalgamation has been given effect to in the quarter ended June 30, 2017, effective April 1, 2016, being the appointed date of the amalgamation.
- In consideration for aforesaid amalgamation, the Company has issued and allotted 8,533,699 equity shares of Re.1/- (Rupee one only) each, amounting to Rs. 8.53 million, to the minority shareholders of erstwhile Phoenix Lamps Limited on September 14, 2017 based on share exchange ratio of 4:5 as per the scheme of amalgamation.
- Pursuant to the aforesaid amalgamation, the corresponding comparative results has been restated, where ever necessary, including restatement of share capital, such restated share capital has been considered for the purpose of computation of Earning Per Share.
- 3 On September 9, 2016, the Company acquired 100% shareholding in Wescon Controls LLC, USA through its wholly owned subsidiary Suprajit USA Inc.
- 4 The Company, in its Annual General Meeting held on November 11, 2017, declared final dividend of Rs. 0.60 (60%) per equity share (face value: Re. 1/- each) in respect of the financial year 2016-17. Further, The Board of Directors at its meeting held on February 12, 2018, has declared interim dividend of Rs.0.60 (60%) per equity share (face value : Re. 1/- each) for the financial year 2017-18 (Interim dividend in previous year Rs. 0.50 (50%) per equity share [Face value: Re. 1/- each]). The record date for the aforesaid transaction has been fixed as Friday, February 23, 2018.
- 5 The Company has transitioned from Accounting Principles Generally Accepted in India ('Previous GAAP') to Indian Accounting Standards ('Ind AS') with effect from April 1, 2017 with transition date being April 1, 2016. Accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 on Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- The Company has opted to avail relaxation provided by SEBI vide the aforesaid circular dated July 5, 2016 in respect of Ind AS compliant financial results for the previous year. Accordingly, the financial results for the year ended March 31, 2017 has not been presented. The reserves (excluding revaluation reserve), as per the balance sheet of the previous accounting year not being mandatory, have not been presented.
- 6 Consequent to aforesaid transition, the reconciliation of profit after tax under Previous GAAP to total comprehensive income as per Ind AS for the quarter and nine months ended December 31, 2016 is provided below:

(Rs. in Millions)

Particulars	31-Dec-16	
	Quarter ended	Nine Months ended
Net profit as per Previous GAAP	187.35	649.52
Add/(less): Ind AS adjustments income/(expense)		
Impact on fair valuation of mutual funds investment	68.36	31.48
Impact on fair valuation of forward contracts	15.04	20.55
Others (net of taxes)	(0.65)	(17.62)
Net profit as per Ind AS	270.10	683.93
Other comprehensive income (net)	(1.60)	(0.20)
Total comprehensive income under Ind AS	268.50	683.73

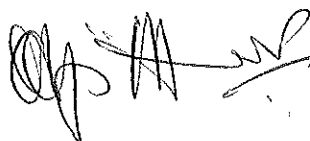
- 7 Consequent to the introduction of Goods and Service Tax (GST) with effect from July 1, 2017, Central excise, Service Tax, Value Added Tax, etc. have been replaced by GST. In accordance with Ind AS 18 on revenue and Schedule III of the Companies Act 2013, GST is not included in income from operations for the applicable periods. In view of aforesaid restructuring of Indirect taxes, income from operations for the quarters ended December 31, 2017 and September 30, 2017 and nine months ended December 31, 2017 are not comparable with the previous periods. Had the previously reported revenue shown net of excise duty, comparative revenue of the Company would have been as follows:

(Rs. in Millions)

Particulars	Quarter ended			Nine months ended	
	31 Dec 2017 (Unaudited)	30 Sep 2017 (Unaudited)	31 Dec 2016 (Unaudited)	31 Dec 2017 (Unaudited)	31 Dec 2016 (Unaudited)
Revenue from operations	2,543.88	2,406.83	2,305.49	7,297.25	6,987.70
Excise duty	-	-	(219.59)	(231.03)	(670.04)
Revenue from operations (net of excise duty)	2,543.88	2,406.83	2,085.90	7,066.22	6,317.66

- 8 The exceptional items for the nine months ended December 31, 2016 represents expenditure incurred on acquisition of Wescon Controls LLC, USA and Phoenix Lamps Limited.
- 9 The Company is engaged in the business of manufacturing and selling of automotive and other components, which are monitored as a single segment by the chief operating decision maker, accordingly, these, in the context of Ind AS 108 on operating segments reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosure.
- 10 Previous period figures have been regrouped/reclassified, wherever necessary to conform to the current period's classification. Also, refer note 2 above.

For and on behalf of the Board

Place : Bengaluru
Date : February 12, 2018

K. AJITH KUMAR RAI
Chairman & Managing Director
(DIN - 01160327)

SUPRAJIT ENGINEERING LIMITED

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Website - www.suprajit.com, email - info@suprajit.com

CIN - L29199KA1985PLC006934

Statement of Consolidated Unaudited Financial Results for the Quarter and Nine months ended December 31, 2017

(Rs. in Millions)

	Particulars	Consolidated				
		Quarter ended			Nine months ended	
		31 Dec 2017 (Unaudited)	30 Sep 2017 (Unaudited)	31 Dec 2016 (Unaudited)*	31 Dec 2017 (Unaudited)	31 Dec 2016 (Unaudited)*
I	Revenue from operations (Refer note 7)	3,662.88	3,364.82	3,330.70	10,482.19	9,105.61
II	Other income	58.84	34.91	122.23	175.31	251.33
III	Total income (I+II)	3,721.72	3,399.73	3,452.93	10,657.50	9,356.94
IV	Expenses					
	Cost of materials consumed	2,010.48	1,828.54	1,609.06	5,434.25	4,511.72
	Purchases of stock-in-trade	135.86	129.80	126.12	408.58	447.51
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(27.42)	(123.67)	(19.21)	(129.17)	(115.98)
	Excise duty on sale of goods (Refer note 7)	-	-	223.11	235.56	681.94
	Employee benefits expense	649.56	626.14	589.71	1,905.75	1,361.00
	Finance costs	71.87	74.70	92.44	212.43	222.02
	Depreciation and amortization expense	95.32	64.09	86.78	277.61	178.82
	Other expenses	312.55	344.32	309.92	1,026.92	851.50
	Total expenses	3,248.22	2,943.92	3,017.93	9,371.93	8,138.53
V	Profit before exceptional items and tax (III-IV)	473.50	455.81	435.00	1,285.57	1,218.41
VI	Exceptional items expenses/(income), net (Refer note 8)	-	-	(39.85)	-	20.33
VII	Profit before tax (V-VI)	473.50	455.81	474.85	1,285.57	1,198.08
VIII	Tax expense (net):					
	Current tax	136.15	143.74	109.50	420.69	361.06
	Deferred tax charge/(credit)	32.67	(0.85)	15.16	19.24	40.96
	Tax expense relating to earlier periods	22.30	-	0.80	24.22	0.48
	Total tax expenses	191.12	142.89	125.46	464.15	402.50
IX	Profit for the period (VII-VIII)	282.38	312.92	349.39	821.42	795.58
X	Other comprehensive income, net of taxes					
A	Items that will not be reclassified to profit or loss					
	Re-measurement gain/(loss) on defined benefit plan	(6.68)	1.18	0.76	(3.96)	(0.14)
B	Items that will be reclassified to profit or loss					
	Net exchange differences on translation of foreign operations	(26.72)	(3.67)	(62.71)	(4.41)	(51.51)
		(33.40)	(2.49)	(61.95)	(8.37)	(51.65)
XI	Total comprehensive income for the period (IX+X)	248.98	310.43	287.44	813.05	743.93
XII	Paid-up equity share capital (Face value : Re.1/- each) (in Rs.) (Refer note 2)	139,872,473	139,872,473	139,872,473	139,872,473	139,872,473
XIII	Earnings per share (Face value : Re.1/- each) (in Rs.) (Not annualised in case of interim periods)					
	Basic and Diluted	2.02	2.24	2.50	5.87	5.69

* to be read along with note nos 2,3,5 and 6 of the accompanying notes.

Suprajit Engineering Limited

K. S. RAO
Chairman & Managing Director

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on February 12, 2018.
- 2 The Honourable National Company Law Tribunal ('NCLT') vide its Order dated August 11, 2017 approved the Scheme of Amalgamation between Suprajit Engineering Limited ('the Company') and Phoenix Lamps Limited, an erstwhile subsidiary of the Company. Upon completion of necessary procedures, the amalgamation has been given effect to in the quarter ended June 30, 2017, effective April 1, 2016, being the appointed date of the amalgamation.
- In consideration for aforesaid amalgamation, the Company has issued and allotted 8,533,699 equity shares of Re.1/- (Rupee one only) each, amounting to Rs. 8.53 million, to the minority shareholders of erstwhile Phoenix Lamps Limited on September 14, 2017 based on share exchange ratio of 4:5 as per the scheme of amalgamation.
- Pursuant to the aforesaid amalgamation, the corresponding comparative results has been restated, where ever necessary, including restatement of share capital, such restated share capital has been considered for the purpose of computation of Earning Per Share.
- 3 On September 9, 2016, the Company acquired 100% shareholding in Wescon Controls LLC, USA through its wholly Owned Subsidiary Suprajit USA Inc.
- 4 The Company, in its Annual General Meeting held on November 11, 2017, declared final dividend of Rs. 0.60 (60%) per equity share (face value: Re. 1/- each) in respect of the financial year 2016-17. Further, The Board of Directors at its meeting held on February 12, 2018, has declared interim dividend of Rs. 0.60 (60%) per equity share (face value : Re. 1/- each) for the financial year 2017-18 (Interim dividend in previous year Rs. 0.50 (50%) per equity share [Face value: Re. 1/- each]). The record date for the aforesaid transaction has been fixed as Friday, February 23, 2018.
- 5 The Group has transitioned from Accounting Principles Generally Accepted in India ('Previous GAAP') to Indian Accounting Standards ("Ind AS") with effect from April 1, 2017 with transition date being April 1, 2016. Accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 on Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
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- 6 Consequent to aforesaid transition, the reconciliation of profit after tax under Previous GAAP to total comprehensive income as per Ind AS for the quarter and nine months ended December 31, 2016 is provided below:

(Rs. in Millions)

Particulars	31-Dec-16	
	Quarter ended	Nine Months ended
Net profit as per Previous GAAP	301.09	791.65
Add/(less): Ind AS adjustments income/(expense)		
Impact on fair valuation of investments	66.30	33.52
Impact on fair valuation of forward contracts	15.04	20.55
Amortisation of intangibles	(14.38)	(14.38)
Others (net of taxes)	(18.66)	(35.76)
Net profit as per Ind AS	349.39	795.58
Other comprehensive income (net)	(61.95)	(51.65)
Total comprehensive income under Ind AS	287.44	743.93

- 7 Consequent to the introduction of Goods and Service Tax ('GST') with effect from July 1, 2017, Central excise, Service Tax, Value Added Tax, etc. have been replaced by GST. In accordance with Ind AS 18 on revenue and Schedule III of the Companies Act 2013, GST is not included in income from operations for the applicable periods. In view of aforesaid restructuring of Indirect taxes, income from operations for the quarters ended December 31, 2017 and September 30, 2017 and nine months ended December 31, 2017 are not comparable with the previous periods. Had the previously reported revenue shown net of excise duty, comparative revenue of the Company would have been as follows:

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	31 Dec 2017 (Unaudited)	30 Sep 2017 (Unaudited)	31 Dec 2016 (Unaudited)	31 Dec 2017 (Unaudited)	31 Dec 2016 (Unaudited)
Revenue from operations	3,662.88	3,364.82	3,330.70	10,482.19	9,105.61
Excise duty	-	-	(223.11)	(235.56)	(681.94)
Revenue from operations (net of excise duty)	3,662.88	3,364.82	3,107.59	10,246.63	8,423.67

- 8 The exceptional items for the quarter ended December 31, 2016 represents receipt of insurance claim of Rs. 39.85 million, received by Trifa Lamps Germany, GmbH, a wholly owned overseas subsidiary of the Company, on account of damaged production facilities pertaining to earlier periods. In addition to the aforesaid receipt, exceptional items for the nine months ended December 31, 2016 includes acquisition expenditure of Rs. 60.18 million pertaining to acquisition of Wescon Controls LLC, USA and Phoenix Lamps Limited.
- 9 The Group is engaged in the business of manufacturing and selling of automotive and other components, which are monitored as a single segment by the chief operating decision maker, accordingly, these, in the context of Ind AS 108 on operating segments reporting are considered to constitute one segment and hence the Group has not made any additional segment disclosure.
- 10 Previous period figures have been regrouped/reclassified, wherever necessary to conform to the current period's classification.

For and on behalf of the Board

Place : Bengaluru
Date : February 12, 2018

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