

EECL/SEC/DT/SE/12

Date: 8th November, 2017

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 & Half Year ended on 30th September, 2017

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

Dear Sir/Madam,

In terms of the subject referred regulations, the Standalone and Consolidated Unaudited Financial Results for the Quarter & Half Year ended 30th September, 2017, duly taken on record and approved by the Board of Directors of the Company at its Meeting held on 8th November, 2017, are enclosed.

A copy of the following, is also enclosed with respect to the aforesaid financial results:

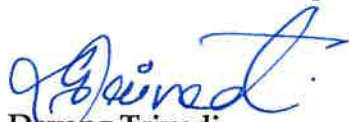
- 'Limited Review Report' of the Statutory Auditors of the Company and
- Press Note giving highlights on the performance of the Company.

You are requested kindly to take the above on your records.

Thanking you,

Yours faithfully,

For Elecon Engineering Company Limited



Devang Trivedi

Company Secretary & Compliance Officer



Encl: a/a



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 STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30-09-2017

Sr. No.	PARTICULARS	Quarter Ended			Six Months Ended		(Rs. in Lakhs)
		30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	31-03-2017 (Audited)
1	Revenue from operations (Refer note no. 6)	17,829.65	17,615.08	19,606.22	35,444.73	38,721.44	99,648.05
2	Other income	184.82	142.79	372.95	327.61	590.74	785.34
3	Total Income (1+2)	18,014.47	17,757.87	19,979.17	35,772.34	39,312.18	100,433.39
4	Expenses						
	(a) Cost of materials consumed	7,387.38	8,353.45	7,070.59	15,740.83	13,842.16	35,925.70
	(b) Purchase of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	1,217.87	(237.76)	(618.14)	980.11	(1,103.34)	2,326.74
	(d) Manufacturing expenses and erection charges	2,795.76	4,151.55	4,411.03	6,947.31	6,996.03	15,333.13
	(e) Excise duty	-	827.07	1,614.57	827.07	3,113.84	7,312.31
	(f) Employee benefits expense	1,653.57	1,956.48	2,140.41	3,610.05	4,317.89	8,536.71
	(g) Finance costs	1,505.77	1,321.39	1,719.84	2,827.16	3,297.49	6,304.87
	(h) Depreciation and amortisation expense	1,171.50	1,112.81	1,250.31	2,284.31	2,492.57	4,813.76
	(i) Other expenses	2,702.79	4,161.94	3,056.25	6,864.73	6,418.10	14,633.50
	Total expenses	18,434.64	21,646.93	20,644.86	40,081.57	39,374.74	95,186.72
5	Profit / (loss) before tax (3-4)	(420.17)	(3,889.06)	(665.69)	(4,309.23)	(62.56)	5,246.67
6	Tax expenses						
	Current tax	-	-	(424.95)	-	(31.33)	2,113.64
	Deferred tax	(38.64)	(14.52)	61.85	(53.16)	21.18	1,026.81
7	Net Profit / (loss) for the period after tax (5-6)	(381.53)	(3,874.54)	(302.59)	(4,256.07)	(52.41)	2,106.22
8	Other comprehensive income/(expenses) (net of tax)						
	Items that will not be reclassified to profit or loss	(26.61)	(26.60)	(7.69)	(53.21)	(19.95)	(106.42)
	Income tax relating to items that will not be reclassified to profit or loss	9.20	9.21	2.66	18.41	6.90	31.38
		(17.41)	(17.39)	(5.03)	(34.80)	(13.05)	(75.04)
9	Total comprehensive income/ (expenses) for the period (7+8)	(398.94)	(3,891.93)	(307.62)	(4,290.87)	(65.46)	2,031.18
10	Paid-up equity share capital (Face Value of the share Rs. 2/-)	2,244.00	2,244.00	2,178.72	2,244.00	2,178.72	2,244.00
11	Other equity	-	-	-	-	-	70,685.30
12	Earnings per share (of Rs. 2/- each) (not annualised)						
	(a) Basic	(0.34)	(3.45)	(0.27)	(3.79)	(0.05)	1.88
	(b) Diluted	(0.34)	(3.45)	(0.27)	(3.79)	(0.05)	1.88

See accompanying notes to the Standalone Financial Results

Notes:

- The above unaudited standalone financial results were reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at their meeting held on November 8, 2017. These results are subjected to "Limited review" by the statutory auditors of the Company. The statutory auditors have issued an unqualified opinion. The report has been filed with the stock exchange and is available on the Company's website.
- This unaudited standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (IndAS) 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013.
- The Honourable High Court of Gujarat vide its order dated October 07, 2016 sanctioned a scheme of Amalgamation (the Scheme) of Elecon EPC Projects Limited (EEPL) with the Company. The Scheme specified the appointed date of March 30, 2015. The corresponding previous quarter's figures include the results of erstwhile EEPL. The scheme specified the accounting under the "Purchase Method" laid down by Accounting Standard 14, Accounting for amalgamation.
- As per the Scheme the assets have been recorded at their fair values. The difference between the net assets of EEPL and equity and preference shares, after eliminating inter company balances is credited to Capital Reserve.
- The treatment prescribed of crediting the excess to capital reserve is not in line with IND AS 103 which has been referred to by the auditors in their review report
- Revenues from operations for the current quarter are not comparable with previous periods, since sales are net of GST whereas excise duties formed part of other expenses in previous periods.
- As per IND AS 108, Operating Segment the Company has reported segment information under 2 segments 1) Material Handling Equipment and 2) Transmission Equipment.
- Figures of the previous period have been regrouped / reclassified wherever considered necessary.



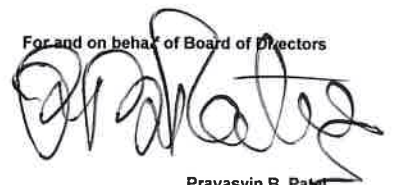
UNAUDITED STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND SIX MONTHS ENDED 30-09-2017

		(Rs. in Lakhs)					
Sr. No.	PARTICULARS	Quarter Ended			Six Months Ended		Year Ended
		30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016	31-03-2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. SEGMENT REVENUE							
(a) Material Handling Equipment		7,051.51	7,917.30	10,148.54	14,968.81	18,778.71	49,983.62
(b) Transmission Equipment		10,778.14	9,697.78	10,045.82	20,475.92	21,316.90	50,774.24
(c) Un allocated		-	-	-	-	-	-
Total		17,829.65	17,615.08	20,194.36	35,444.73	40,095.61	100,757.88
Less: Inter Segment Revenue		-	-	588.14	-	1,374.17	1,109.81
Net Sales/Income from Operations		17,829.65	17,615.08	19,606.22	35,444.73	38,721.44	99,648.05
2. SEGMENT RESULTS PROFIT (+)/LOSS(-) BEFORE TAX & INTEREST							
(a) Material Handling Equipment		(642.16)	(1,534.32)	(706.51)	(2,176.48)	(433.84)	4,257.79
(b) Transmission Equipment		1,709.45	(1,046.28)	1,729.56	663.17	3,651.05	7,350.93
Total		1,067.29	(2,580.60)	1,023.05	(1,513.31)	3,217.21	11,608.72
Less:							
i) Finance Cost		1,505.77	1,321.39	1,719.84	2,827.16	3,297.49	6,304.87
ii) Other Unallocated Corporate Expenses		59.17	10.95	53.36	70.12	103.06	283.54
iii) Unallocable income		77.48	23.88	84.46	101.36	120.78	226.36
Total Profit/(loss) before Tax		(420.17)	(3,889.06)	(665.69)	(4,309.23)	(62.56)	5,246.67
3. SEGMENT ASSETS							
(a) Material Handling Equipment		63,096.90	62,938.71	89,141.55	63,096.90	89,141.55	67,594.53
(b) Transmission Equipment		97,664.60	99,794.62	120,702.09	97,664.60	120,702.09	103,155.62
(c) Un allocated		16,440.34	15,803.23	1,213.26	16,440.34	1,213.26	15,122.29
Total		177,201.84	178,536.56	211,056.90	177,201.84	211,056.90	185,872.44
4. SEGMENT LIABILITIES							
(a) Material Handling Equipment		43,554.61	44,341.20	56,436.90	43,554.61	56,436.90	47,914.97
(b) Transmission Equipment		56,907.93	56,324.36	63,863.24	56,907.93	63,863.24	56,983.06
(c) Un allocated		8,776.05	8,833.70	12,627.53	8,776.05	12,627.53	8,045.11
Total		109,238.59	109,499.26	132,927.67	109,238.59	132,927.67	112,943.14
5. NET CAPITAL EMPLOYED		67,963.25	69,037.30	78,129.23	67,963.25	78,129.23	72,929.30

Place : Vallabh Vidyanagar
Date : November 8, 2017



For and on behalf of Board of Directors



Prayasvin B. Patel
Chairman & Managing Director
DIN : 00037394



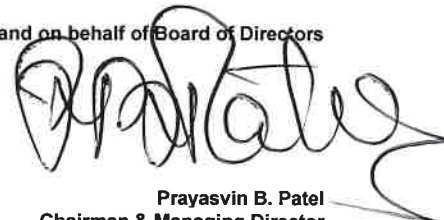
STANDALONE STATEMENT OF ASSETS AND LIABILITIES

Particulars	(Rs. in Lakhs)	
	As at Sept 30, 2017 (Unaudited)	As at March 31, 2017 (Audited)
ASSETS		
I. Non-current assets		
(a) Property, plant and equipment	72,972.27	74,956.93
(b) Capital work-in-progress	457.06	98.97
(c) Investment property	295.30	302.90
(d) Intangible assets	591.15	630.75
(e) Intangible assets under development	-	65.00
(f) Financial assets		
(i) Investments	12,771.78	12,775.41
(ii) Other financial assets	1,802.20	1,183.76
(g) Deferred tax assets (net)	-	-
(g) Non-current tax assets (net)	2,245.05	2,214.74
(h) Other non-current assets	1,411.27	1,321.01
	92,546.08	93,549.47
II. Current assets		
(a) Inventories	20,250.68	23,183.48
(b) Financial assets		
(i) Trade receivables	51,917.68	58,664.74
(ii) Cash and cash equivalents	135.42	470.84
(iii) Bank balance other than (ii) above	114.78	133.52
(iv) Other financial assets	3,369.06	1,635.25
(c) Other current assets	8,057.64	8,235.14
	83,845.26	92,322.97
Non-current assets classified as held for sale	810.50	-
Total Assets	177,201.84	185,872.44
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2,244.00	2,244.00
(b) Other equity	65,719.25	70,685.30
	67,963.25	72,929.30
LIABILITIES		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	7,965.11	9,060.40
(b) Non Current provisions	648.92	524.57
(c) Deferred tax liabilities (net)	7,004.54	7,151.96
	15,618.57	16,736.93
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	32,623.96	33,118.35
(ii) Trade payables	36,043.34	36,022.60
(iii) Other financial liabilities	5,543.71	6,572.93
(b) Other current liabilities	16,459.57	16,959.60
(c) Current tax liabilities (net)	1,658.07	1,874.66
(d) Short-term provisions	1,291.37	1,658.07
	93,620.02	96,206.21
Total Liabilities	109,238.59	112,943.14
Total Equity and Liabilities	177,201.84	185,872.44

Place : Vallabh Vidyanagar
Date : November 8, 2017



For and on behalf of Board of Directors



Prayasvin B. Patel
Chairman & Managing Director
DIN : 00037394

B S R & Co. LLP

Chartered Accountants

903 Commerce House V
Near Vodafone House
Praladnagar, Corporate Road
Ahmedabad 380 051

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Limited Review Report on Unaudited Quarterly and six months ended Standalone Financial Results of Elecon Engineering Company Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

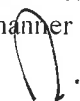
To Board of Directors of Elecon Engineering Company Limited

We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of Elecon Engineering Company Limited ('the Company') for the quarter and six months ended 30 September 2017, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 8 November 2017. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, '*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015 and SEBI circular dated 5th July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



Review report (Continued)

Elecon Engineering Company Limited

We draw attention to Note 5 of the Statement regarding the Scheme of Amalgamation ('the Scheme') between Elecon EPC Projects Limited (subsidiary of the Company) and the Company sanctioned by the Honorable High Court of Judicature at Gujarat vide its order dated 7 October 2016, wherein the Company has accounted for the amalgamation under the purchase method in accordance with the erstwhile Accounting Standard 14 - '*Accounting for Amalgamations*'. The Company has given effect to the Scheme from the appointed date specified in the Scheme i.e. 30 March 2015. Pursuant to giving effect of the Scheme the Capital Reserve of Rs 4,258.57 lakhs has been generated. The accounting treatment is different from that prescribed under Ind AS 103 - '*Business Combinations*'. Our review report is not modified in respect of the above matter.

For B S R & Co. LLP

Chartered Accountants

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



Nirav Patel

Partner

Membership No: 113327

Vallabh Vidyanagar

Date: 8 November 2017

ELECON ENGINEERING COMPANY LIMITED
STATEMENT OF CONSOLIDATED UNAUDITED FINANCIALS RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30-09-2017

Sr. No.	PARTICULARS	Quarter Ended			Six Months Ended		Year Ended
		30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016	31-03-2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from operations (Refer note no. 3)	24,961.10	24,266.01	25,979.72	49,227.11	52,303.35	127,465.54
2	Other income	128.10	90.83	418.61	218.93	594.64	856.26
3	Total income (1+2)	25,089.20	24,356.84	26,398.33	49,446.04	52,897.99	128,321.80
4	Expenses						
	(a) Cost of materials consumed	12,649.19	11,711.23	10,642.78	24,360.41	21,793.07	53,157.32
	(b) Changes in inventories of finished goods and work-in-progress	99.82	140.26	(497.15)	240.08	(1,202.98)	979.47
	(c) Manufacturing expenses and erection charges	2,875.40	4,274.40	4,502.30	7,149.80	7,167.88	15,384.80
	(d) Excise duty	-	827.07	1,614.57	827.07	3,113.84	7,312.31
	(e) Employee benefits expense	3,453.91	3,753.39	3,797.35	7,207.30	7,702.51	15,277.64
	(f) Finance costs	1,749.80	1,534.89	1,590.66	3,284.69	3,622.84	7,957.32
	(g) Depreciation and amortisation expense	1,293.74	1,230.41	1,430.65	2,524.15	2,862.34	5,323.82
	(h) Other expenses	3,678.12	4,498.28	4,444.71	8,176.40	8,821.93	18,951.58
	Total expenses	25,799.98	27,969.93	27,525.87	53,769.91	53,881.43	124,344.26
5	Profit / (Loss) before share in Profit of associate and tax (3-4)	(710.78)	(3,613.09)	(1,127.54)	(4,323.87)	(983.44)	3,977.54
6	Share in Profit of Associate (net of tax)	(4.16)	33.72	52.40	29.56	80.54	408.39
7	Profit / (Loss) before tax (5+6)	(714.94)	(3,579.37)	(1,075.14)	(4,294.31)	(902.90)	4,385.93
8	Tax expenses						
	Current tax	57.42	54.24	(393.76)	111.66	22.89	2,280.59
	Deferred tax	(38.64)	(14.52)	61.85	(53.16)	21.18	1,030.32
9	Net Profit / (Loss) for the period after tax (7-8)	(733.72)	(3,619.09)	(743.23)	(4,352.81)	(946.97)	1,075.02
10	Non controlling interest	-	-	-	-	-	-
11	Net Profit / (Loss) after taxes and non controlling Interest (9-10)	(733.72)	(3,619.09)	(743.23)	(4,352.81)	(946.97)	1,075.02
12	Other comprehensive income/(expenses) (net of tax)						
	Items that will not be reclassified to profit or loss	(26.61)	(26.60)	(8.80)	(53.21)	(13.32)	(108.80)
	Income tax relating to items that will not be reclassified to profit or loss	9.20	9.21	(1.17)	18.41	3.07	31.38
	Items that will be reclassified to profit or loss	281.21	46.36	755.63	327.57	755.63	1,001.26
13	Non controlling interest (other comprehensive income)	-	-	-	-	-	-
14	Other comprehensive income after non- controlling interest (net of tax)(12+13)	263.80	28.97	745.66	292.77	745.38	923.84
15	Total comprehensive Income/ (Expenses) for the period (11+14)	(469.92)	(3,590.12)	2.43	(4,060.04)	(201.59)	1,998.86
16	Total non controlling interest (10+13)	-	-	-	-	-	-
17	Total Comprehensive Income/(Expenses) for the Period after non controlling interest	(469.92)	(3,590.12)	2.43	(4,060.04)	(201.59)	1,998.86
18	Paid-up equity share capital (Face Value of the share Rs. 2/-)	2,244.00	2,244.00	2,178.72	2,244.00	2,178.72	2,244.00
19	Other equity						68,740.97
20	Earnings per share (of Rs. 2/- each) (not annualised)						
	(a) Basic	(0.65)	(3.23)	(0.68)	(3.88)	(0.87)	0.96
	(b) Diluted	(0.65)	(3.23)	(0.68)	(3.88)	(0.87)	0.96

See accompanying notes to the Financial Results

Notes:

- The above consolidated unaudited financial results were reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at their meeting held on November 8, 2017. These results are subject to 'Limited Review' by the statutory auditors of the Company. The statutory auditors have expressed an unqualified opinion. The report has been filed with the stock exchange and is available on the Company's website.
- This unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (IndAS) 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013.
- Revenues from operations for the current quarter are not comparable with previous periods, since sales are net of GST whereas excise duties formed part of other expenses in previous periods.
- As per IND AS 108, Operating Segment, the Company has reported segment information under 2 segments 1) Material Handling Equipment and 2) Transmission Equipment.
- These unaudited consolidated financial results have been prepared in accordance with IND AS 110 "Consolidated Financial Statement" and IND AS 28 "Investment in Associates and Joint Ventures". Business combination are accounted in accordance with IND AS 103. Any goodwill arising on business combination is not amortised but tested for impairment annually.
- Other comprehensive income mainly comprises of re-measurement of defined benefit plan and exchange difference on translation of financial statements of foreign operations.
- Figures of the previous period have been regrouped / reclassified wherever considered necessary.

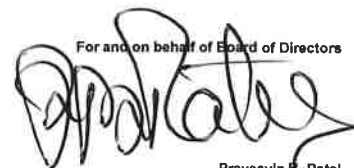


UNAUDITED CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE SIX MONTHS ENDED ON 30-09-2017

PARTICULARS	Quarter Ended			Six Months Ended		(Rs. in Lakhs)
	30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016	Year Ended
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. SEGMENT REVENUE						
(a) Material Handling Equipment	7,051.51	7,917.30	10,148.54	14,968.81	18,778.71	49,983.62
(b) Transmission Equipment	17,909.59	16,348.71	17,170.59	34,258.30	35,650.08	78,591.73
(c) Un allocated	-	-	-	-	-	-
Total	24,961.10	24,266.01	27,319.13	49,227.11	54,428.79	128,575.35
Less: Inter Segment Revenue	-	-	1,339.41	-	2,125.44	1,109.81
Net Sales/Income from Operations	24,961.10	24,266.01	25,979.72	49,227.11	52,303.35	127,465.54
2. SEGMENT RESULTS PROFIT (+)/LOSS(-) BEFORE TAX & INTEREST FROM EACH						
(a) Material Handling Equipment	(642.16)	(1,534.32)	(706.51)	(2,176.48)	(433.84)	4,257.79
(b) Transmission Equipment	1,681.66	(544.98)	1,195.41	1,136.68	3,123.13	7,847.73
Total	1,039.50	(2,079.30)	488.90	(1,039.80)	2,689.29	12,105.52
Less:						
i) Finance Cost	1,749.80	1,534.89	1,590.66	3,284.69	3,622.84	7,957.32
ii) Other Unallocated Corporate Expenses	77.99	22.74	62.32	100.73	122.75	349.09
iii) Unallocable income	73.35	57.56	88.94	130.91	153.40	586.82
Total Profit/(loss) before Tax	(714.94)	(3,579.37)	(1,075.14)	(4,294.31)	(902.90)	4,385.93
3. SEGMENT ASSETS						
(a) Material Handling Equipment	63,096.90	62,938.71	89,141.55	63,096.90	89,141.55	67,594.53
(b) Transmission Equipment	127,301.43	128,399.13	137,090.30	127,301.43	137,090.30	133,937.23
(c) Un allocated	8,069.81	7,990.76	2,350.74	8,069.81	2,350.74	7,903.37
Total	198,468.14	199,328.60	228,582.59	198,468.14	228,582.59	209,435.13
4. SEGMENT LIABILITIES						
(a) Material Handling Equipment	43,554.61	44,341.20	56,436.90	43,554.61	56,436.90	47,914.97
(b) Transmission Equipment	79,073.52	78,077.35	81,373.61	79,073.52	81,373.61	81,067.30
(c) Un allocated	9,590.28	9,515.19	12,881.00	9,590.28	12,881.00	9,467.89
Total	132,218.41	131,933.74	150,691.51	132,218.41	150,691.51	138,450.16
5. NET CAPITAL EMPLOYED	66,249.73	67,394.86	77,891.08	66,249.73	77,891.08	70,984.97

Place : Vallabh Vidyanagar
Date : November 8, 2017



For and on behalf of Board of Directors

Prayashvin B. Patel
Chairman & Managing Director
DIN : 00037394



CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

Particulars	(Rs. in Lakhs)	
	As at	As at
	Sept 30, 2017	March 31, 2017
	(Unaudited)	(Audited)
ASSETS		
I. Non-current assets		
(a) Property, plant and equipment	73,437.17	75,532.44
(b) Capital work-in-progress	472.85	98.97
(c) Investment property	295.31	302.90
(d) Goodwill	9,329.49	8,351.30
(d) Intangible assets	2,277.18	1,905.64
(e) Intangible assets under development	-	65.00
(f) Financial assets		
(i) Investments	4,911.77	4,885.83
(ii) Trade receivables	-	-
(ii) Loans	-	-
(ii) Other financial assets	1,802.21	1,183.77
(g) Deferred tax assets (net)	804.27	746.49
(g) Non-current tax assets (net)	2,245.05	2,138.89
(h) Other non-current assets	1,411.27	1,321.02
	96,986.57	96,532.25
II. Current assets		
(a) Inventories	26,889.04	30,157.18
(b) Financial assets		
(i) Trade receivables	56,406.07	62,814.83
(ii) Cash and cash equivalents	6,441.80	9,121.14
(iii) Bank balance other than (ii) above	114.78	133.52
(iv) Other financial assets	2,081.73	1,763.88
(c) Other current assets	8,737.65	8,912.33
	100,671.07	112,902.88
Non-current assets classified as held for sale	810.50	-
Total Assets	198,468.14	209,435.13
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2,244.00	2,244.00
(b) Other equity	64,005.73	68,740.97
	66,249.73	70,984.97
LIABILITIES		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	13,357.27	13,944.76
(b) Non Current provisions	5,339.47	4,821.18
(c) Deferred tax liabilities (net)	7,570.05	7,676.94
(d) Other non-current liabilities	62.27	57.80
	26,329.06	26,500.68
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	36,312.03	36,368.89
(ii) Trade payables	40,601.69	48,283.25
(iii) Other financial liabilities	8,756.40	10,715.68
(b) Other current liabilities	16,987.36	12,934.95
(c) Current tax liabilities (net)	1,835.24	1,658.07
(d) Short-term provisions	1,396.63	1,988.64
	105,889.35	111,949.48
Total Liabilities	132,218.41	138,450.16
Total Equity and Liabilities	198,468.14	209,435.13

For and on behalf of Board of Directors

Prayasvin B. Patel
Chairman & Managing Director
DIN : 00037394

Place : Vallabh Vidyanagar
Date : November 8, 2017


BSR & Co. LLP

Chartered Accountants

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Near Vodafone House
Praladnagar, Corporate Road
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Limited Review Report on Quarterly and Year to Date Unaudited Consolidated Financial Results of Elecon Engineering Company Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of Elecon Engineering Company Limited

We have reviewed the accompanying Statement of unaudited consolidated financial results ('the Statement') of Elecon Engineering Company Limited ('the Company') and its subsidiaries and associates (collectively 'the Group') for the quarter and six months ended 30 September 2017, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 8 November 2017. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are 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.

The Statement includes the results of the following entities:

Name of the entity	Relationship
Elecon Transmission International Limited (including its following subsidiaries)	Wholly owned subsidiary
(a) Benzlers Systems AB	
(b) Radicon Transmission UK Limited	
(c) AB Benzlers	
(d) Radicon Drive Systems, Inc (formerly known as Elecon US Transmission Limited)	
(e) Benzler Transmission A.S.	
(f) Benzler TBA B.V.	
(g) Benzler Antriebstechnik G.m.b.h	
(h) OY Benzler AB	
(i) Benzlers Italia s.r.l.	
Elecon Singapore Pte Limited	Wholly owned subsidiary
Elecon Middle East FZE	Wholly owned subsidiary
Eimco (Elecon) India Limited	Associate
Elecon Eng. (Suzhou) Co. Limited	Associate
Elecon Africa Pty. Limited	Associate
Elecon Australia Pty. Limited	Associate

Review report (Continued)

Elecon Engineering Company Limited

The accompanying Statement includes the Group's share of net (loss) / profit for the quarter and six months ended 30 September 2017 of Rs (4.16) lakhs and Rs. 29.56 Lakhs respectively, in respect of an associate, whose financial result have been reviewed by its auditor. Our opinion on the Statement, in so far it relates to the amounts and disclosures included in respect of the associate, is based solely on such reviewed financial result. Our conclusion is not modified in respect of this matter.

The accompanying Statement includes the financial results of 2 subsidiaries and 3 associates which have not been subjected to review and are based solely on the financial information compiled by the management. The financial results of these subsidiaries reflect total assets of Rs. 3,299.16 lakhs as at 30 September 2017, total revenue of Rs. 950.46 lakhs and Rs. 1,311.63 lakhs for the quarter and six months ended 30 September 2017 respectively, total profit after tax of Rs. 153.90 lakhs and Rs. 78.11 lakhs for the quarter and six months ended 30 September 2017 respectively and total comprehensive income (after tax) of Rs. 153.90 lakhs and Rs. 78.11 lakhs for the quarter and six months ended 30 September 2017 respectively as considered in the Statement. The Statement also include the Group's share of net profit of Rs Nil for the quarter and six months ended 30 September 2017, in respect of 3 associates. Our review opinion on the Statement, in so far as it relates to these entities, is solely based on such financial information provided by the management. In our opinion and according to the information and explanations given to us by the Management, these financial results are not material to the Group. Our conclusion is not modified in respect of this matter.

Based on our review conducted as above and based on the consideration of report of the other auditor and management certified accounts as highlighted above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015, and SEBI circular dated 5th July, 2016 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



Nirav Patel
Partner

Membership No: 113327

Vallabh Vidyanagar

Date: 8 November 2017

Elecon Engineering announces Q2FY18 Results

CONSOLIDATED H1FY18 NET REVENUE AT RS. 494.5CRORES

Vallabh Vidyanagar, India, November 8th, 2017-Elecon Engineering Company Limited("Elecon"), one of the largest manufacturers of gears in Asia and a leading player in MHE segment today announced its financial results for thesecond quarter(Q2FY18) and six months(H1FY18) period ended September 30th, 2017

Financial Performance

Standalone Q2FY18 Review

- Total Operating income was Rs.180.1 crores for Q2FY18 as compared to Rs.199.8 crores in the corresponding period of the previous year reflecting a decline of 9.8%
- EBITDA stood at Rs.22.6 crores as compared to Rs.23.0 crores during the corresponding period of previous year
- EBITDA Margin at 12.5% for Q2FY18 as against 11.5% in Q2FY17
- Net loss stood at Rs. 3.8crores for Q2FY18 as compared to a loss of Rs.3.0crores in the corresponding period of the previous year

Standalone H1FY18 REVIEW

- Total Operating income was Rs.357.7crores for H1FY18 as compared to Rs.393.1crores in the corresponding period of the previous year reflecting a decline of 9.0%
- EBITDA stood at Rs.8.0crores for H1FY18 as compared to Rs.57.3crores during the corresponding period of previous year
- EBITDA Margin at 2.2% for H1FY18 as against 14.6% in H1FY17
- Net loss stood at Rs.42.6 crores for H1FY18 as compared to a loss of Rs.0.5 crores in the corresponding period of the previous year

CONSOLIDATED Q2FY18 REVIEW

- Total Operating income was Rs.250.9crores for Q2FY18 as compared to Rs.264.0crores in the corresponding period of the previous year reflecting a decline of 5.0%
- EBITDA stood at Rs.23.3crores as compared to Rs.18.9crores during the corresponding period of previous year
- EBITDA Margin at 9.3% for Q2FY18 as against 7.2% in Q2FY17
- Net loss stood at Rs.7.3 crores for Q2FY18 as compared to a loss of Rs.7.4 crores in the corresponding period of the previous year

Consolidated H1FY18 Review

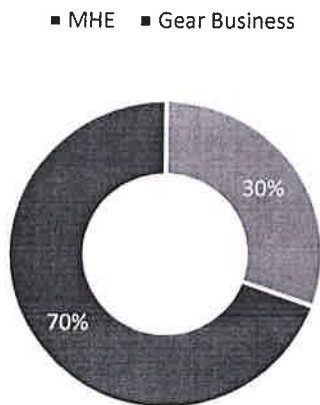
- Total Operating income was Rs.494.5 crores for H1FY18 as compared to Rs.529.0 crores in the corresponding period of the previous year reflecting a decline of 6.5%
- EBITDA stood at Rs.14.8 crores as compared to Rs.55.0 crores during the corresponding period of previous year
- EBITDA Margin at 3.0% for H1FY18 as against 10.4% in H1FY17
- Consolidated Loss stood at Rs.43.5 crores for H1FY18 as compared to a Loss of Rs.9.5 Crores in the corresponding period of the previous year

Management Comments

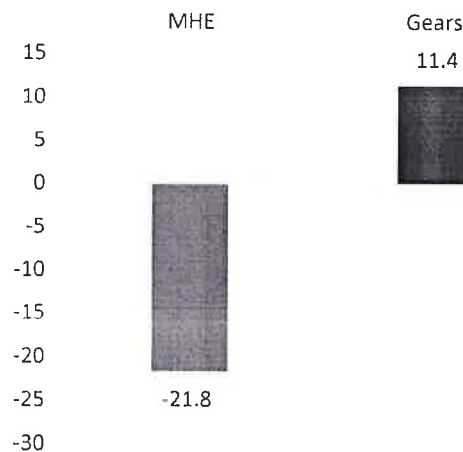
Commenting on the Company's performance for H1FY18, **Mr. Prayasvin Patel, CMD** said *"We are still seeing some headwinds in the overall business and this has reflected in the decline in the revenues in this quarter. This has also been exacerbated by the fact that investment in private sector is also slow in the sector. However, we are seeing some revival in cement and steel sector for both the gear and MHE business while there are pockets of growth in sugar and plastic industry for the gear business. We are hopeful that this revival should augur well for the Company going forward."*

Consolidated Segment Wise Performance (H1FY18)

Segment Wise Revenue Split(%)



PBIT (Rs crores)



Performance of the overseas subsidiary

During the quarter, our overseas business under Benzlers and Radicon registered revenue of Rs.136.7 crores with EBITDA of Rs.2.0 crores.

Order Book and Outlook

During the quarter, we booked orders worth Rs.235.35 crores in gear business. This translates to an order backlog of Rs.703.10 crores. The pending order book for MHE business now stands at Rs.613.87 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 five 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

Rajat Jain

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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.