



BGR ENERGY SYSTEMS LIMITED

443 ANNA SALAI, TEYNAMPET, CHENNAI 600018 INDIA

TEL: 91 44 24301000 FAX: 91 44 24360576

E-mail: compliance@bgrenergy.com Web site: www.bgrcorp.com

BeSec/2018
November 09, 2018

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai – 400051

Department of Corporate Services
BSE Limited
P.J. Towers, Dalal Street
Mumbai – 400001

NSE Symbol: BGRENERGY

BSE Scrip Code: 532930

Dear Sirs,

Sub: Unaudited Standalone Financial Results for the Quarter ended September 30, 2018

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are pleased to forward the following:

- a) Unaudited Standalone Financial Results for the Quarter ended September 30, 2018 and
- b) Limited Review Report issued by the Statutory Auditors.

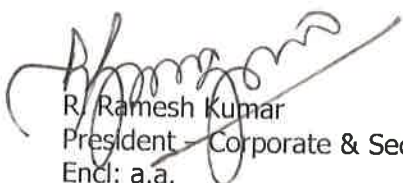
The meeting of the Board of Directors commenced at 4.00 p.m. and concluded at 6.30 p.m.

We would also like to inform you that the Board of Directors at its meeting held today approved convening an Extra-Ordinary General Meeting of the Company for obtaining the approval of the shareholders for reappointment of three Independent Directors whose term expire on March 31, 2019 for second term.

Kindly take the same on record.

Thanking you,

Yours truly,
for BGR Energy Systems Limited


R. Ramesh Kumar
President - Corporate & Secretary
Encl: a.a.

REGISTERED OFFICE:

A-5 PANNAMGADU INDUSTRIAL ESTATE, RAMAPURAM POST, SULURPET TALUK, NELLORE DISTRICT, ANDHRA PRADESH 524401 INDIA, TEL: 91 44 27948249

Corporate Identity Number: L40106AP1985PLC005318



BGR ENERGY SYSTEMS LIMITED

Reg.off: A-5 Pannamgadu Industrial Estate, Ramapuram Post, Sullurpet Taluk, Nellore District, Andhra Pradesh 524401

Corp.Off: 443, Anna Salai, Teynampet, Chennai 600018 Ph: +91 44 24301000, Fax: +91 44 24364656

Corporate Identity Number: L40106AP1985PLC005318 Email: compliance@bgrenergy.com website: www.bgrcorp.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018

(₹ in lakhs)

Particulars	STANDALONE					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited and Restated)
1 Income						
a) Revenue from operations	77720	65230	51739	142950	141596	329872
b) Other income	1019	745	39	1764	166	2144
Total Income	78739	65975	51778	144714	141762	332016
2 Expenses						
a) Cost of raw materials and components consumed	45394	40206	29275	85600	73052	181502
b) Cost of manufacturing and construction	14183	12998	6405	27181	26237	60808
c) Other direct cost	2272	1960	1426	4232	3151	6954
d) Changes in inventories of finished goods, stock in trade and work in progress	564	2	1459	566	(744)	2152
e) Excise Duty on sale of goods	-	-	-	-	37	37
f) Employee benefits expense	5192	5730	4939	10922	10249	20979
g) Depreciation and amortization expense	686	654	606	1340	1234	2508
h) Finance costs	6479	6672	6971	13151	13842	28700
i) Other expenses	2823	1875	523	4698	13023	20069
Total expenses	77593	70097	51604	147690	140081	323709
3 Profit/(Loss) before exceptional items and tax (1-2)	1146	(4122)	174	(2976)	1681	8307
4 Exceptional items	-	-	-	-	-	(1907)
5 Profit / (Loss) from ordinary activities before tax (3+4)	1146	(4122)	174	(2976)	1681	6400
6 Tax expense	455	(1508)	61	(1053)	582	2912
7 Net Profit / (Loss) for the period (5-6)	691	(2614)	113	(1923)	1099	3488
8 Other Comprehensive Income (OCI)	(1)	14	10	13	4	(27)
9 Total Comprehensive Income / (Loss) for the period (7+8)	690	(2600)	123	(1910)	1103	3461
10 Paid-up equity share capital (Face value of the share ₹ 10 each)	7216	7216	7216	7216	7216	7216
11 Reserves (excluding revaluation reserve)	-	-	-	-	-	134010
12 Earnings per Share (EPS) (of ₹ 10 each) (not annualised)						
a) Basic	0.96	(3.62)	0.16	(2.67)	1.52	4.83
b) Diluted	0.96	(3.62)	0.16	(2.67)	1.52	4.83

SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

1 Segment Revenue						
a) Capital Goods	7023	5826	6580	12849	10812	36598
b) Construction and EPC Contracts	71884	60038	45701	131922	131949	298641
c) Unallocated	-	-	-	-	-	-
Total	78907	65864	52281	144771	142761	335239
Less: Inter Segment Revenue	1187	634	542	1821	1165	5367
Net Sales/Income from Operations	77720	65230	51739	142950	141596	329872
2 Segment Results Profit (+) / (Loss) (-) before tax and interest						
a) Capital Goods	648	361	(215)	1009	(604)	368
b) Construction and EPC Contracts	5958	1444	7321	7402	15961	32588
c) Unallocated	1019	745	39	1764	166	2144
Total	7625	2550	7145	10175	15523	35100
Less: Interest	6479	6672	6971	13151	13842	28700
Total Profit / (Loss) Before Tax	1146	(4122)	174	(2976)	1681	6400
3 Segment Assets						
a) Capital Goods	46060	46849	48001	46060	48001	57234
b) Construction and EPC Contracts	480270	490573	536512	480270	536512	507360
c) Unallocated	44241	42422	44978	44241	44978	47629
Total	570571	579844	629491	570571	629491	612223
4 Segment Liabilities						
a) Capital Goods	15283	17250	19903	15283	19903	28537
b) Construction and EPC Contracts	383991	391969	437769	383991	437769	408038
c) Unallocated	33376	32922	32950	33376	32950	34422
Total	432650	442141	490622	432650	490622	470997



Statement of Assets and Liabilities (₹ In lakhs)		
Particulars	STANDALONE	
	Six Months Ended	Year Ended
	30.09.2018	31.03.2018
	(Unaudited)	(Audited and Restated)
Assets		
I Non Current Assets		
a) Property, plant and equipment	17569	17511
b) Capital work in progress	-	-
c) Other Intangible assets	299	268
d) Financial assets		
(i) Investments	36394	36408
(ii) Trade receivables	114196	105049
(iii) Loans	3440	10027
(iv) Other financial assets	11700	14782
	183598	184045
II Current Assets		
a) Inventories	3654	4435
b) Financial assets		
(i) Trade receivables	261196	299864
(ii) Cash and cash equivalent	39227	34683
(iii) Loans	32827	31205
(iv) Other financial assets	633	685
c) Other current assets	49436	57306
	386973	428178
TOTAL ASSETS	570571	612223
Equity and Liabilities		
I Equity		
a) Equity Share Capital	7216	7216
b) Other Equity	130705	134010
Total Equity	137921	141226
II Non Current Liabilities		
a) Financial Liabilities		
(i) Borrowings	10704	17047
(ii) Trade Payables	11399	10450
b) Provisions	3174	3858
c) Deferred tax liabilities (net)	33376	34422
	58653	65777
III Current Liabilities		
a) Financial Liabilities		
(i) Borrowings	183296	195451
(ii) Trade payables	99657	111248
(iii) Other financial liabilities	12598	10798
b) Other Current Liabilities	77086	86670
c) Provisions	1360	1053
d) Current tax liabilities (net)	-	-
	373997	405220
Total Liabilities	432650	470997
TOTAL EQUITY AND LIABILITIES	570571	612223

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at the respective meetings held on November 9, 2018.
- The financial results for the quarter and half year ended September 30, 2018 of the company on standalone basis have been subjected to a "Limited Review" by the Statutory Auditors of the Company.
- In line with Indian Accounting Standards (IndAS) 8 "Accounting Policies, Changes in Accounting Estimates and Errors", an amount of ₹ 788 lakhs, as identified by the Management, has been charged off under exceptional items, for the previous financial year ended 31.03.2018, being the fraud committed by an employee, pertaining to FY 2017-18. An amount of Rs.66 lakhs already charged to Profit and Loss account, has since been reduced from the respective heads of expenses for the financial year ended 31.03.2018. As a consequence to the above adjustments, tax expenses have reduced by ₹ 250 Lakhs and balance in Reserves by ₹ 472 lakhs and this has been suitably restated as on 31.03.2018. The above adjustments have been made based on available information with the Company. Further investigation is under progress and the amount is yet to be ascertained. On finalisation, necessary adjustments would be made in compliance with applicable Ind AS and the Companies Act, 2013.
- The figures for the previous period have been regrouped/rearranged wherever necessary to conform to the current period of presentation.

For **BGR ENERGY SYSTEMS LIMITED**

Place : Chennai
Date : November 09, 2018

ARJUN GOVIND RAGHUPATHY
Deputy Managing Director & COO





N.R.Doraiswami & Co

Chartered Accountants

Head Office : "Manchillu",
No. 48, Race Course
Colombatore - 641 018.

Phone : 0422 - 2223780 (3 Lines)
Mail Id : admin@srlnrd.in
audit@srlnrd.in

Independent Auditors' Limited Review Report

To

The Board of Directors of BGR Energy Systems Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **BGR Energy Systems Limited** ("the Company") for the quarter and half year ended September 30, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016.
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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue report on the Statement based on our review.
3. We conducted our review of the Statement 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 Statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with 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 SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Chennai Branch : No. 75 (3H), Third Floor, Prince Arcade
New No. 29, Old No. 22-A, Cathedral Road,
Chennai - 600 086.**





N.R. Doraiswami & Co

Chartered Accountants

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5. We draw attention to note 3 of the Unaudited Standalone Financial Results, which describes that in line with Indian Accounting Standards (Ind AS) 8 "Accounting Policies, Changes in Accounting Estimates and Errors", an amount of Rs.788 lakhs, as identified by the Management, has been charged off under exceptional items, for the previous financial year ended 31.03.2018, being the fraud committed by an employee, pertaining to FY 2017-18.

An amount of Rs.66 lakhs already charged to Profit and Loss account, has since been reduced from the respective heads of expenses for the financial year ended 31.03.2018.

As a consequence to the above adjustments, tax expenses have reduced by Rs.250 Lakhs and balance in Reserves by Rs.472 Lakhs and this has been suitably restated as on 31.03.2018.

The above adjustments have been made based on available information with the Company.

Further investigation is under progress and the amount is yet to be ascertained. On finalisation, necessary adjustments would be made in compliance with applicable Ind AS and the Companies Act, 2013.

Our review report is not modified in respect of this matter.

Place: Chennai

Date: November 09, 2018

For N.R. DORAISWAMI & CO

Chartered Accountants

Firm Registration No. :000771S



Suguna

SUGUNA RAVICHANDRAN

Partner

Membership No. : 207893