

17th December, 2020

To,
National Stock Exchange of India Limited
Exchange Plaza, Plot no. C/1, G Block,
Bandra-Kurla Complex, Bandra (E)
Mumbai - 400051, Maharashtra
Fax No.: 022-2659 8237/38

NSE Code: SERVOTECH

Re.: Sub.: Clarification for Financial results - SERVOTECH

Dear Sir/Madam,

We write with reference to the email received from your esteemed office dated 14th December, 2020 pertaining to the captioned subject, in this connection please find below our submissions with respect to the same:

1. The Company operates in the single segment and there are no reportable segments under accounting standard 17 issued by Institute of Chartered Accountants of India. Therefore segment reporting was not applicable to the Company.
2. The Company had duly submitted the notice of Board Meeting vide email dated 17.11.2020 intimating the schedulment of Board Meeting on 26.11.2020 for adoption of financial results for the half-year ended 30.09.2020. Due to technical issues while operating the neaps portal, the said submission was not uploaded in the Neaps portal however, the intimation was submitted vide email. This issue was brought into the notice of NSE officials and thereafter, basis due discussions with them, the Company had emailed the Notice of Board Meeting.

Additionally, please find enclosed herewith the Un-Audited Financial Results along with the Limited Review Report issued by the Statutory Auditors for the financial results for the half year ended 30th September, 2020.

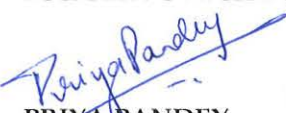
We hope that you find our reply in order and satisfactory. We shall be glad to provide any further clarification/details, should you require the same.

In this regard, we request you to kindly acknowledge and take on records our submissions,

Thanking You,

Yours faithfully,

FOR SERVOTECH POWER SYSTEMS LIMITED


PRIYA PANDEY
COMPANY SECRETARY
ICSI MEM. No.: A35815



Servotech Power Systems Limited

CIN : L31200DL2004PLC129379

REGISTERED OFFICE : 806, 8th Floor, Crown Heights Buildings, Near Hotel Crown Plaza, Sector-10, Rohini, New Delhi - 110085

PLANT AND R&D : 76A, Sector-57, Kundli Industrial Area, Sonapat, Haryana- 131028

Tel No : 011-41183117, ● Sales : +91 9717691800, ● Email : servotech@servotechindia.com, ● Website : www.servotech.in

GUPTA JALAN & ASSOCIATES

CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT FOR THE HALF YEAR ENDED ON 30TH SEPTEMBER, 2020 SERVOTECH POWER SYSTEMS LIMITED

To
The Board of Directors.
Servotech Power Systems Limited,
Delhi

We have reviewed the accompanying statement of Un-audited Financial Results of Servotech Power Systems Limited for the period ended 30th September, 2020. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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 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 provide 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 of un-audited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Certificate No. - 66

For and on Behalf of
Gupta Jalan & Associates
Chartered Accountants
FRN: 003721N

CA R. N. Jalan
(Partner)
M. No. 082389

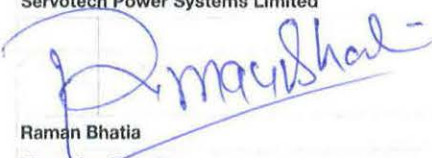


Date: 26.11.2020
Place: New Delhi
UDIN: 20082389AAAAEM8688

STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE HALF-YEAR ENDED 30th SEPTEMBER 2020

Sl. No.	PARTICULARS	Half Year Ended				Financial Year ended
		30 September 2020	31 March 2020	30 September 2019	31 March 2020	
		Un-Audited	Audited	Un-Audited	Audited	
I.	Revenue from operations	1,745.21	7,136.98	1,607.18	8,744.16	
II.	Other income	53.78	35.67	17.47	53.14	
III.	Total Revenue (I + II)	1,798.99	7,172.65	1,624.65	8,797.30	
	Expenses:					
	Cost of materials consumed	1,477.28	5,931.96	1,112.81	7,044.77	
	Purchase of Stock-in-Trade					
	Changes in inventories of finished goods	-34.00	201.77	-300.62	-98.85	
IV.	Employee benefits expense	165.04	142.09	319.26	461.36	
	Finance costs	149.33	162.90	114.46	277.36	
	Depreciation and amortisation expense	41.25	46.79	42.36	89.15	
	Other expenses	172.15	583.82	317.10	900.92	
	Total expenses	1,971.05	7,069.33	1,605.37	8,674.71	
V.	Profit before exceptional and extraordinary items and tax (III - IV)	-172.06	103.32	19.27	122.59	
VI.	Exceptional items	-	8.35	-	8.35	
VII.	Profit before extraordinary items and tax (V - VI)	-172.06	94.97	19.27	114.24	
VIII.	Extraordinary items	-	-	-	-	
IX.	Profit before tax (VII- VIII)	-172.06	94.97	19.27	114.24	
X.	Tax expense:					
	(1) Current tax	-	24.70	5.00	29.70	
	(2) Deferred tax	-	0.44	-	0.44	
	(3) CSR Expenses		0.51		0.51	
	(4) Income Tax of Earlier Years		2.21		2.21	
XI.	Profit (Loss) for the period from continuing operations (VII-VIII)	-172.06	67.11	14.27	81.38	
XII.	Profit/(loss) from discontinuing operations	-	-	-	-	
XIII.	Tax expense of discontinuing operations	-	-	-	-	
XIV.	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)	-	-	-	-	
XV.	Profit (Loss) for the period (XI + XIV)	-172.06	67.11	14.27	81.38	
	Share of Profit/(Loss) of associates	-	-	-	-	
	Minority Interest	-	-	-	-	
	Net Profit/ (Loss) for the Period					
XVI.	Details of Equity Share Capital					
	Paid-up Equity Share Capital	1,831.04	1,831.04	1,831.04	1,831.04	
	Face Value	10.00	10.00	10.00	10.00	
	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	
	Earnings per equity share:					
XVI.	(1) Basic	-0.94	0.37	0.08	0.44	
	(2) Diluted	-0.94	0.37	0.08	0.44	

For and on behalf of board of Directors
Servotech Power Systems Limited


Raman Bhatia
Managing Director
DIN: '00153827



Date: 26.11.2020
Place: New Delhi

NOTES:

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors in their respective Meeting held on 26th November, 2020. The Statutory Auditors have conducted a "Limited Review" of these results in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015.
2. The Company has received Nil requests/grievances from the shareholders during the Quarterly ended 30th September, 2020 and all of them have been resolved and there are no pending requests/grievances.
3. The Company operates in single segment and there are no reportable segments under accounting standard 17 issued by Institute of Chartered Accountants of India
4. Liability for deferred tax is recognized while deferred tax assets are not recognized in accordance with Para 17 of Accounting Standard-22.
5. Depreciation is calculated as per Companies Act, 2013 for the said period.
6. Diluted EPS is ignored as it is anti-dilutive.
7. Previous year/half-year/quarterly figures have been regrouped /rearranged wherever found necessary.

FOR SERVOTECH POWER SYSTEMS LIMITED

RAMAN BHATIA
MANAGING DIRECTOR

DIN: 00153827



STATEMENT OF AUDITED ASSETS AND LIABILITIES

Sl. No.	Particulars	As at	As at
		30 September 2020	31 March 2020
		Un-Audited	Audited
I	EQUITY AND LIABILITIES		
	Shareholders' funds		
1	(a) Share capital	1,831.04	1,831.04
	(b) Reserves and surplus	1,680.41	1,852.47
	(c) Money received against share warrants	-	-
	Total Shareholder's Fund	3,511.45	3,683.52
2	Share application money pending allotment	-	-
	Deferred Government Grants	-	-
	Minority Interest	-	-
	Non-current liabilities		
	(a) Long-term borrowings	425.40	482.97
	(b) Deferred tax liabilities (Net)	11.07	11.07
3	(c) Foreign Currency Monetary item transaction Difference Liability Account	-	-
	(d) Other Long term liabilities	1.00	0.80
	(e) Long-term provisions	183.65	227.47
	Total Non Current Liabilities	621.12	722.31
	Current liabilities		
	(a) Short-term borrowings	1,848.28	1,387.35
	(b) Trade payables	1,518.02	1,722.78
4	(A) Total outstanding dues of micro enterprises and small enterprises;	71.88	175.31
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises.	1,446.14	1,547.47
	(c) Other current liabilities	279.35	374.22
	(d) Short-term provisions	29.70	29.70
	Total Current Liabilities	3,675.35	3,514.05
	Total Equity and Liability	7,807.92	7,919.87
II.	ASSETS		
	Non-current assets		
	(a) Fixed assets		
	(i) Tangible assets	804.14	842.70
	Producing Properties	-	-
	(ii) Intangible assets	-	-
	Preproducing Properties	-	-
1	(iii) Tangible Asset Capital work-in-progress	-	-
	(iv) Intangible assets under development or work-in-	-	-
	Total Fixed Assets		
	(a) Non-current investments	-	-
	(b) Deferred tax assets (net)	-	-
	(c) Foreign Currency Monetary item transaction Difference	-	-
	(d) Long-term loans and advances	110.87	106.91
	(e) Other non-current assets	855.88	855.88
	Total Non Current Asset	1,770.89	1,805.49
	Current assets		
	(a) Current investments	-	-
2	(b) Inventories	1,093.35	909.34
	(c) Trade receivables	4,109.75	4,325.86
	(d) Cash and cash equivalents	17.65	3.31
	(e) Bank Balance and Other than Cash	339.22	311.06
	(f) Short-term loans and advances	50.54	40.21
	(e) Other current assets	426.50	524.58
	Total Current Assets	6,037.01	6,114.37
	Total Asset	7,807.92	7,919.87

For and on behalf of board of Directors
Servotech Power Systems Limited

Raman Bhatia
Managing Director
DIN: '00153827



Date: 26.11.2020
Place: New Delhi

SERVOTECH POWER SYSTEMS LIMITED

CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 30th SEPTEMBER 2020

PARTICULARS	For The Half Year Ended 30.09.2020	For The Half Year Ended 30.09.2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	-172.06	19.28
Adjustments For :		
Depreciation and amortisation expense	41.25	42.36
Interest expense	149.33	114.46
Interest income	-12.28	(4.91)
Loss/ (profit) on sale of fixed assets		
Corporate Social Responsibility		
Operating Profit before working capital Changes	6.23	171.19
Adjustments For :		
(Increase)/ Decrease in sundry debtors	216.11	29.53
(Increase)/ Decrease in inventories	(184.01)	(82.48)
(Increase)/Decrease in loans & advances and other current assets	87.75	79.43
Increase/ (Decrease) in sundry creditors and other liabilities	(299.64)	(697.18)
Cash generated From operating activities	(173.56)	(499.52)
Less: Direct tax paid	0	(5.00)
Net cash generated from/(used in) operating activities	(173.56)	(504.52)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	-2.69	8.90
Proceeds from sales of fixed assets		0.00
Interest received	12.29	4.91
Decrease/(Increase) in Long-term loan and advances	-3.96	469.28
Decrease/(Increase) in Other non current assets	0.00	(1,024.74)
Net Cash Generated from (used in) investing activities	5.65	(541.66)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Share Capital/Share Application Money		-
Share Premium Account including reserves		-
Proceeds from Secured and Unsecured loans	460.93	(646.09)
Interest / Financial Charges	-149.33	(114.46)
Increase/(Decrease) in Long-term Liabilities	-101.19	(630.42)
Net Cash Generated from (used in) Financing Activities	210.42	(1,390.98)
I Total increase (decrease) in cash and cash equivalents during the year (A+B+C)	42.50	(344.80)
II Cash and cash equivalents at beginning of year	314.37	627.49
III Cash and cash equivalents as at end of the year (I+II)	356.87	282.70
This Cash Flow Statement has been prepared under the " Indirect Method" as set out in Accounting Standard-3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India		
For and on behalf of board of Directors Servotech Power Systems limited		
		
Raman Bhatia Managing Director DIN: '00153827		
Date: 26.11.2020 Place: New Delhi		