

SWARAJ ENGINES LIMITED

Works :
Plot No. 2, Indl. Focal Point,
Phase IX, S.A.S. Nagar,
Distt. S.A.S. Nagar (Mohali)
(Near Chandigarh)



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02/SP/EXCH
26th July, 2016

The General Manager
Corp. Relationship Deptt
BSE Ltd.
1st. Floor, New Trading Ring,
Rotunda Building, P J Towers,
Dalal Street, Fort, Mumbai

Fax No. 022-22722037,39,41,61,
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Phone No. 022-22721121-22,
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The Secretary
National Stock Exchange of India Ltd.
Capital Market-Listing, Exchange Plaza,
Bandra – Kurla Complex, Bandra (E),
Mumbai

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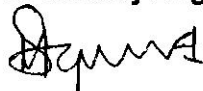
SUB: UNAUDITED FINANCIAL RESULTS

Dear Sir,

This is to inform that Board of Directors of Swaraj Engines Limited in their meeting held today the 26th July, 2016 at S.A.S.Nagar (Mohali) have approved the Unaudited Financial Results of the Company for the first quarter ended 30th June, 2016. Copies of Unaudited Results, Limited Review Report from Company's Statutory Auditors and Press Release are enclosed.

With regards,

For Swaraj Engines Limited



(M.S.GREWAL)
Company Secretary

SWARAJ ENGINES LIMITED

CIN : L50210PB1985PLC006473

Regd. Office : Phase IV, Industrial Area, S.A.S.Nagar (Mohali), Punjab - 160 055
Tel : 0172-2271620-27, Fax : 0172-2272731, Email : selinvestor@swarajenterprise.com, Website : www.swarajenterprise.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2016

Particulars	Rs. Lakhs			
	Quarter Ended		Year Ended	
	30.06.2016 (Unaudited)	31.03.2016 (Audited) (Refer Note 4)	30.06.2015 (Unaudited)	31.03.2016 (Audited)
Income from Operations				
Net Sales / Income from Operations	17096	11340	15247	52343
Other Operating Income	73	59	68	248
Total Income from Operations (Net of Excise duty)	17169	11399	15315	52591
Expenses				
a) Cost of Materials Consumed	12536	8796	11502	39600
b) Purchase of Stock-in-Trade	-	-	-	-
c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	260	(336)	105	(27)
d) Employee Benefits Expense	729	628	696	2675
e) Depreciation and Amortisation Expense	395	350	337	1380
f) Other Expenses	805	709	786	2967
Total Expenses	14725	10147	13426	46595
Profit from Operations before Other Income, Finance Costs and Exceptional Items	2444	1252	1889	5996
Other Income	467	402	441	1630
Profit from Ordinary Activities before Finance Costs and Exceptional Items	2911	1654	2330	7626
Finance Costs	1	-	-	5
Profit from Ordinary Activities after Finance Costs but before Exceptional Items	2910	1654	2330	7621
Exceptional Items	-	-	-	-
Profit from Ordinary Activities before Tax	2910	1654	2330	7621
Tax Expense - Current	1020	397	754	2330
- Deferred	(10)	80	11	160
- Total	1010	477	765	2490
Net Profit from Ordinary Activities after Tax	1900	1177	1565	5131
Extraordinary Items (Net of Tax Expense)	-	-	-	-
Net Profit for the Period	1900	1177	1565	5131
Share of Profit / (Loss) of Associates	-	-	-	-
Minority Interest	-	-	-	-
Net Profit after Taxes, Minority Interest and Share of Profit / (Loss) of Associates	1900	1177	1565	5131
Other Comprehensive Income (Net of Tax)	-	(11)	-	(11)
Total Comprehensive Income	1900	1166	1565	5120
Paid-up Equity Share Capital (Face Value Rs.10/-)	1242	1242	1242	1242
Reserves (excluding Revaluation Reserves)	--	--	--	25102
Earning Per Share (before Extraordinary Items) (not annualised)				
- Basic	Rs. 15.30	Rs.9.39	Rs. 12.60	Rs. 41.22
- Diluted	Rs. 15.29	Rs.9.38	Rs. 12.60	Rs. 41.21
Earning Per Share (after Extraordinary Items) (not annualised)				
- Basic	Rs. 15.30	Rs.9.39	Rs. 12.60	Rs. 41.22
- Diluted	Rs. 15.29	Rs.9.38	Rs. 12.60	Rs. 41.21

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CIN : L50210PB1985PLC006473

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**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER ENDED 30TH JUNE, 2016****NOTES:**

1. The above results were reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held at S.A.S. Nagar (Mohali) on 26th July, 2016. The Statutory Auditors of the Company has conducted a Limited Review of the above financial results.

2. The Company has adopted Indian Accounting Standards (Ind-AS) from April 1, 2016 and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles relevant thereto.

3. Reconciliation between Financial Results, as previously reported under Indian GAAP and Ind AS for previous quarters/year presented are as under:

Nature of Adjustments	Profit Reconciliation		
	Quarter ended	Quarter ended	Year ended
	31.03.2016	30.06.2015	31.03.2016
Net Profit as per Previous Indian GAAP	1165	1565	5120
i) Acturial (gain) / loss on employee defined funds recognised in Other Comprehensive Income	11	-	11
ii) Employee Stock Compensation valued at Fair Value	1	-	1
iii) Discounting impact of Long Term Provision	-	-	(1)
Total (i to iii)	12	-	11
Net Profit before OCI under Ind AS	1177	1565	5131
Other Comprehensive Income (Net of Tax)	(11)	-	(11)
Total Comprehensive Income under Ind AS	1166	1565	5120

4. The figures for the last quarter are the balancing figures between the audited figures in respect of full financial year and the published unaudited year to date figures upto the third quarter of the financial year.

5. The Company is primarily engaged in the business of diesel engines, diesel engine components and spare parts. As the basic nature of these activities are governed by the same set of risk, returns and internal business reporting system, accordingly these have been grouped as single segment in above disclosures as per Ind AS- 108 dealing with " Operating Segment".

6. Previous year/period figures have been regrouped / recast, wherever necessary, to make them comparable.

for and on behalf of
the Board of Directors


M.N. KAUSHAL
Whole Time Director

DAVINDER S. JAAJ & CO.

CHARTERED ACCOUNTANTS

Office : SCO 18, IInd Floor, Sector 17-E, Chandigarh - 160 017
Tel. : 91-172-4630700, 2703706 E-mail : jaajco@gmail.com

The Board of Directors,
Swaraj Engines Limited,
S.A.S.Nagar (Mohali),
Punjab

Limited Review Report

We have reviewed the accompanying statement of unaudited financial results of Swaraj Engines Limited ("the Company") for the quarter ended on 30th June 2016, 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 approved by the Board of Directors, which have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 'Internal Financial Reporting' ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

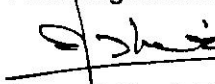
We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review 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.

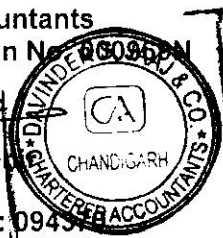
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the aforesaid Indian Accounting Standards and other recognized accounting practices and policies has not disclosed 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.

For M/S DAVINDER S. JAAJ & CO.

Chartered Accountants

Firm Registration No. 060960N


Sumeet Singh Dhillon
Partner
Membership No: 0943



Place: Mohali

Date : 26th July 2016

Swaraj Engines Q1 PBT Zooms 25%

S.A.S.Nagar (Mohali), 26th July, 2016: The Board of Directors of Swaraj Engines Limited (SEL) today announced the financial results for the first quarter ended 30th June, 2016.

Driven by growth in the tractor industry during the first quarter ended 30th June, 2016 and resultant higher engine demand from its key customer - Swaraj Division of Mahindra & Mahindra Ltd., Swaraj Engines Limited posted its best ever quarterly performance in terms of volumes and financials as well.

The Company's engine sales volume for the quarter grew by 13.7% to reach 20,910 units as against 18,383 units sold during corresponding quarter of last year. Accordingly, Net Operating Revenue for the quarter moved to Rs 171.7 crores compared to Rs. 153.2 crores in the same period last year – a growth of 12.1% .

With the growth in engine sales volume and better spread of fixed cost, the Operating Profit (EBITDA - earnings before interest, tax, depreciation and amortisation) increased by 27.4% to Rs. 28.4 crores and margin expansion of 200 basis points at 16.5% in Q1 compared to same quarter last year.

While Profit Before Tax (PBT) at Rs. 29.1 crores (last year Rs. 23.3 crores) posted a significant growth of 24.9%, the Profit after tax for the quarter stood at Rs. 19.0 crores as compared to last year's Rs. 15.6 crores – a growth of 21.4%

The comparative summary of Q1 financials is as follows:

Rs. Crores

	Apr.- Jun.16	Apr.- Jun.15	Growth
Engine Volume – Nos.	20910	18383	13.7%
Net operating revenue	171.7	153.2	12.1%
EBIDTA	28.4	22.3	27.4%
Profit Before Tax	29.1	23.3	24.9%

About Swaraj Engines Ltd.

Swaraj Engines Limited (SEL) was set up in 1985 in Mohali, Punjab. SEL is in the business of supplying engines to the Swaraj Division of Mahindra & Mahindra Ltd. (M&M). The Company is also manufacturing hi-tech engine components for SML Isuzu Ltd.

For further information please contact:

Mr. M.N.Kaushal, Whole Time Director

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