

SWARAJ ENGINES LIMITED

Works :

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

**SWARAJ**

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Fax : 91-172-2234955
Email : mail@swarajenterprise.com

02/SP/EXCH
27th January, 2012

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

Fax No. 022-22722037,39,41,61,
22721072

Phone No. 022-22721121-22,
22722375, 22721233

The Secretary
National Stock Exchange of India Ltd.
Capital Market-Listing, Exchange Plaza,
Bandra – Kurla Complex, Bandra (E),
Mumbai

Fax No. 022-26598237-38
022-26598347-48

Phone No. 022- 26598235-36

SUB: UNAUDITED FINANCIAL RESULTS

Dear Sir,

This is to inform that Board of Directors of Swaraj Engines Limited in their meeting held today the **27th January, 2012** in New Delhi have approved the Unaudited Financial Results (provisional) of the Company for the third quarter and nine month period ended 31st December, 2011.

Copy of the Unaudited Results, Limited Review Report from Company's Statutory Auditors pursuant to Clause 41 of the Listing Agreement and press release are enclosed.

With regards,

For Swaraj Engines Limited



(M.S.GREWAL)
Company Secretary

DAVINDER S. JAAJ & CO.

CHARTERED ACCOUNTANTS

SCO 18, IInd Floor, Sector 17-E, Chandigarh - 160 017
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AUDITORS' LIMITED REVIEW REPORT

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

We have reviewed the accompanying statement of unaudited financial results of Swaraj Engines Limited ("the Company") for the third quarter and nine months ended 31st December 2011, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. 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 in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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.

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 applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For :-DAVINDER S.JAAJ & Co.
Chartered Accountants

Sumeet Singh Dhir

Partner

Mem No 094370



Date: 27th Jan -2012

Place: New Delhi

SWARAJ ENGINES LIMITED

Regd. Office : Phase IV, Industrial Area, S.A.S.Nagar (Mohali), Punjab - 160 055

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2011

Particulars	Unaudited					Rs. Lakhs
	Quarter Ended			Nine Months Ended		Audited
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	Year Ended 31.03.2011
Net Sales / Income from Operations	11666	10206	9193	32805	26199	35796
Other Operating Income	92	83	67	264	171	267
Total Operating Income	11758	10289	9260	33069	26370	36063
Expenditure						
a) (Increase) / Decrease in Stock in Trade and W.I.P.	552	(243)	59	371	78	(471)
b) Consumption of Raw Materials	8607	8229	6921	25260	19746	27801
c) Purchase of Traded Goods	-	-	-	-	-	-
d) Employees Cost	478	471	428	1422	1258	1696
e) Depreciation	102	98	115	293	330	446
f) Other Expenditure	300	306	252	887	704	966
Total Expenditure	10039	8861	7775	28233	22116	30438
Profit from Operations before Other Income, Interest and Exceptional Items	1719	1428	1485	4836	4254	5625
Other Income	110	79	38	261	147	237
Profit before Interest and Exceptional Items	1829	1507	1523	5097	4401	5862
Interest	(213)	(195)	(121)	(605)	(388)	(573)
Profit after Interest but before Exceptional Items	2042	1702	1644	5702	4789	6435
Exceptional Items	-	-	-	-	-	-
Profit from Ordinary Activities before Tax	2042	1702	1644	5702	4789	6435
Tax Expenses - Current	626	515	535	1761	1560	2120
- Deferred	8	9	(24)	1	(55)	(76)
- Total	634	524	511	1762	1505	2044
Net Profit from Ordinary Activities after Tax	1408	1178	1133	3940	3284	4391
Extraordinary Items(Net of Tax expense)	-	-	-	-	-	-
Net Profit	1408	1178	1133	3940	3284	4391
Paid-up Equity Share Capital (Face Value Rs.10/-)	1242	1242	1242	1242	1242	1242
Reserves (excluding Revaluation Reserves)	--	--	--	--	--	13980
Basic / Diluted Earning Per Share (Not Annualised)						
- Before Extraordinary Items	Rs 11.34	Rs. 9.49	Rs 9.12	Rs 31.72	Rs 26.44	Rs. 35.35
- After Extraordinary Items	Rs 11.34	Rs. 9.49	Rs 9.12	Rs 31.72	Rs 26.44	Rs. 35.35
Public Shareholding						
- Number of Shares	61,33,403	61,33,403	61,33,403	61,33,403	61,33,403	61,33,403
- Percentage of Shareholding	49.4%	49.4%	49.4%	49.4%	49.4%	49.4%
Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-Encumbered						
- Number of Shares	62,86,417	62,86,417	62,86,417	62,86,417	62,86,417	62,86,417
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
- Percentage of Shares (as a % of the total share capital of the company)	50.6%	50.6%	50.6%	50.6%	50.6%	50.6%



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UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE THIRD QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2011

NOTES:

1. The above results have been subjected to a 'Limited Review' by the Auditors of the Company and were reviewed by the Audit Committee and thereafter were approved by the Board of Directors in their meeting held at New Delhi on 27th January, 2012.
2. The Company is primarily engaged in the business of diesel engines, diesel engines components and spare parts. As the basic nature of these activities are governed by same set of risk and returns, these have been grouped as single segment in above disclosures as per Accounting Standard 17 dealing with "Segment Reporting".
3. The Company did not have any investor complaints pending as on 1st October, 2011 and 31st December, 2011. There was one investor complaint received and disposed off within the said quarter.
4. Previous year figures have been regrouped / recast, wherever necessary.

for and on behalf of
the Board of Directors


BISHWAMBHAR MISHRA
Vice Chairman



Swaraj Engines Q3 Net Up 24%

New Delhi, 27th January, 2012: The Board of Directors of Swaraj Engines Limited has met today to consider and approve the unaudited financial results for the third quarter and nine month period ended 31st December, 2011.

On the strength of sustained engines demand, Swaraj Engines net profit at Rs. 14.1 crores for the third quarter ended 31st December, 2011 posted an increase of 24% over last year's corresponding quarter profit of Rs. 11.3 crores. On a sequential basis, the net profit rose by 20% from Rs. 11.8 crores during the previous quarter ended 30th September, 2011.

Engine supplies during third quarter moved to 14,273 units as against 12,294 units supplied during the third quarter of last fiscal. Reflecting increased sale volumes, net revenue for the third quarter of the current fiscal reached Rs. 117.6 crores, as against Rs. 92.6 crores for the corresponding quarter of the last financial year.

For the nine month period ended 31st December 2011, net revenue reached Rs. 330.7 crores, as against Rs. 263.7 crores for the same period last year. PBT for this nine month period reached Rs. 57.0 crores, as against Rs. 47.9 crores for the corresponding nine month period of the last financial year – up 19%. Profit After Tax of Rs. 39.4 crores (last year Rs. 32.8 crores) has translated into an earning per share of Rs. 31.72 (last year Rs. 26.44) for the first nine months of the current fiscal.

On expansion of annual capacity to 75,000 engines in two phases, the work is progressing well and it is expected that capacity of 60,000 engines per annum under the first phase would be available by the end of the current fiscal.

Financial results taken on record by the Company's Board of Directors are attached.

About Swaraj Engines Ltd.

Swaraj Engines Limited (SEL) was set up in 1985 in Mohali, Punjab, to manufacture engines for fitment into the Swaraj brand of tractors for Punjab Tractors Ltd. (PTL), which has since been merged with Mahindra & Mahindra Ltd. (M&M). Subsequently, SEL has also become a supplier of hi-tech engine components to SML Isuzu Ltd., the erstwhile Swaraj Mazda Ltd.

Since start of commercial operations in 1989-90, SEL has supplied around 4,45,000 engines for fitment into Swaraj tractors. SEL's engine business currently constitutes around 95% of the company's product revenue. The balance 5% represents the value of hi-tech engine components being supplied to SML Isuzu for assembly of commercial vehicle engines.

After the M&M-PTL merger in 2009, M&M now holds 33.2% equity stake in SEL.

For further information please contact:

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