

Press Release**Swaraj Engines posted PBT of Rs. 13.2 crores for Q3**

Mumbai, 25th January, 2016: The Board of Directors of Swaraj Engines Limited (SEL) met today to consider and approve the financial results for the third quarter and nine month period ended 31st December, 2015.

The domestic tractor industry after recording a steep decline in first 2 quarters of current fiscal, recovered to remain almost flat in the third quarter ended 31st December, 2015. Reflecting the same, Company's engine sales volume for the third quarter stood at 12,845 units compared to 12,153 units sold during the corresponding quarter of last year. As a result, net operating revenue for the third quarter reached Rs. 105.6 crores as against Rs. 102.0 crores for Q3 of last year.

With continuous focus on cost front, the operating margin for Q3 improved to 12.1% from last year's margin of 11.6%. Company's Profit Before Tax for the quarter stood at Rs. 13.2 crores compared to last year's Rs. 12.4 crores. Profit After Tax for the quarter was Rs. 8.4 crores (last year Rs. 8.3 crores).

For the nine month period ended 31st December 2015, on the total engine supplies of 50,118 units (last year 52,251 units), net operating revenue was Rs. 411.9 crores as against Rs. 435.4 crores for the same period last year. While Profit Before Tax for the nine month period stood at Rs. 59.7 crores (last year Rs.63.4 crores), Profit After Tax at Rs. 39.5 crores (last year Rs. 43.6 crores) has translated into an earning per share of Rs. 31.85 (last year Rs. 35.10).

The Summary of the financials are as follows:

Particulars	Rs. Crores			
	Q3 Ended		9 months Ended	
	31.12.15	31.12.14	31.12.15	31.12.14
Net Income From Operations	105.6	102.0	411.9	435.4
Operating Profit (EBITDA)	12.7	11.9	57.7	61.3
Profit Before Tax (PBT)	13.2	12.4	59.7	63.4
Profit After Tax (PAT)	8.4	8.3	39.5	43.6

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
Swaraj Engines Ltd.

Phone: (+91-172) 2234941-47

email: kaushal.mahesh@swarajenterprise.com

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 third quarter and nine months ended on 31st December 2015. 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 Engagements (SRE) 2400, "Engagement 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 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 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.

For M/S DAVINDER S.JAAJ & CO.
Chartered Accountants
Firm Registration No: 000969N

Sumeet Singh Dhir
Partner
Membership No: 094370



Place: Chandigarh
Date: 25th January 2016