

SWARAJ ENGINES LIMITED

Works :

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

The logo for Swaraj, featuring the word "Swaraj" in white capital letters on a green rectangular background.

Tel. : 0172-2234941- 47, 2234950

Fax : 91-172-2234955

Email : mail@swarajenterprise.com

02/SP/EXCH
25th January, 2016

**The General Manager
Corp. Relationship Deptt
BSE Ltd.**

1st. Floor, New Trading Ring,
Rotunda Building, P J Towers,
Dalal Street, Fort, Mumbai

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

SUB: UNAUDITED FINANCIAL RESULTS

Dear Sir,

This is to inform that Board of Directors of Swaraj Engines Limited in their meeting held today the **25th January, 2016** in Mumbai have approved the Unaudited Financial Results of the Company for the third quarter and nine month period ended 31st December, 2015. Copies of Unaudited Results, Limited Review Report from Company's Statutory Auditors and Press Release are enclosed.

With regards,

For Swaraj Engines Limited

A handwritten signature in blue ink, appearing to read "M.S. Grewal".

**(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 AND NINE MONTHS ENDED 31ST DECEMBER, 2015

Rs. Lakhs

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2015	30.09.2015	31.12.2014	31.12.2015	31.12.2014	31.03.2015
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income from Operations						
Net Sales / Income from Operations	10511	15245	10125	41003	43265	53634
Other Operating Income	48	73	78	189	275	336
Total Income from Operations (Net)	10559	15318	10203	41192	43540	53970
Expenses						
a) Cost of Materials Consumed	7667	11635	7910	30804	32996	40476
b) Purchase of Stock-in-Trade	-	-	-	-	-	-
c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	339	(135)	(198)	309	88	432
d) Employee Benefits Expense	750	840	784	2410	2338	3083
e) Depreciation and Amortisation Expense	325	368	336	1030	1018	1320
f) Other Expenses	528	705	519	1895	1983	2507
Total Expenses	9609	13413	9351	36448	38423	47818
Profit from Operations before Other Income, Finance Costs and Exceptional Items	950	1905	852	4744	5117	6152
Other Income	374	413	392	1228	1220	1631
Profit from Ordinary Activities before Finance Costs and Exceptional Items	1324	2318	1244	5972	6337	7783
Finance Costs	2	2	1	4	1	1
Profit from Ordinary Activities after Finance Costs but before Exceptional Items	1322	2316	1243	5968	6336	7782
Exceptional Items	-	-	-	-	-	-
Profit from Ordinary Activities before Tax	1322	2316	1243	5968	6336	7782
Tax Expense - Current	463	716	432	1933	1930	2644
- Deferred	23	46	(17)	80	47	(46)
- Total	486	762	415	2013	1977	2598
Net Profit from Ordinary Activities after Tax	836	1554	828	3955	4359	5184
Extraordinary Items -(Net of Tax Expense)	-	-	-	-	-	-
Net Profit for the Period	836	1554	828	3955	4359	5184
Share of Profit / (Loss) of Associates	-	-	-	-	-	-
Minority Interest	-	-	-	-	-	-
Net Profit after Taxes, Minority Interest and Share of Profit / (Loss) of Associates	836	1554	828	3955	4359	5184
Paid-up Equity Share Capital (Face Value Rs.10/-)	1242	1242	1242	1242	1242	1242
Reserves (excluding Revaluation Reserves)	--	--	--	--	--	19965
Basic / Diluted Earning Per Share (Not Annualised)						
- Before Extraordinary Items	Rs. 6.74	Rs. 12.51	Rs. 6.67	Rs. 31.85	Rs. 35.10	Rs. 41.74
- After Extraordinary Items	Rs. 6.74	Rs. 12.51	Rs. 6.67	Rs. 31.85	Rs. 35.10	Rs. 41.74

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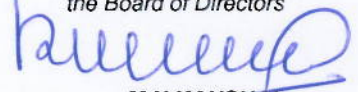
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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2015

NOTES:

1. The above results were reviewed by the Audit Committee and thereafter were approved by the Board of Directors in their meeting held at Mumbai on 25th January, 2016. The Statutory Auditors of the Company has conducted a Limited Review of the above financial results.
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. 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

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