

Date: 26th September, 2018

To,

The Manager (Listing), The BSE Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
Company's Scrip Code: 505700	Company's Scrip Code: ELECON

Sub : Outcome of 58th Annual General Meeting

Ref : Regulation 30 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

Dear Sir,

This is to inform you that the 58th Annual General Meeting (AGM) of Members of Elecon Engineering Company Limited was held on Wednesday, 26th September, 2018 at Audio Visual Hall, Anand-Sojitra Road, Vallabh Vidyanagar - 388 120, Gujarat and the business as per the Notice dated 22nd August, 2018 were transacted thereat:

The Register of Members and Share Transfer Books which were closed from Thursday, 20th September, 2018 to Wednesday, 26th September, 2018 (both days inclusive), are now open from tomorrow i.e. 27th September, 2018.

The speech delivered by the Chairman at the AGM, is enclosed for reference and record. The same is also available at the Company's website www.elecon.com.

In terms of subject referred regulations, a summary of the proceedings at 58th AGM is also appended.

You are requested to kindly take the same on your records.

Thanking you,

Yours faithfully,
For Elecon Engineering Company Limited



Bharti Isarani
Company Secretary & Compliance Officer



Encl:- As above



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

Gearing industries. Gearing economies.

Summary of proceedings of the 58th Annual General Meeting (AGM)

The 58th Annual General Meeting (AGM) of the Members of Elecon Engineering Company Limited ("the Company") was held on Wednesday, 26th September, 2018 at 2.00 p.m. at Audio Visual Hall, Anand-Sojitra Road, Vallabh Vidyanagar - 388 120, Gujarat.

Shri Prayasvin B. Patel, Chairman & Managing Director of the Company occupied the chair and welcomed the members of the Company. The requisite quorum being present, meeting was declared in order by the Company Secretary.

With consent of the members present, the Notice dated 22nd August, 2018 convening the 58th AGM and the Boards' Report circulated to the members were taken as read.

The Chairman then delivered his speech, copies of the same were circulated to all the members present at the meeting. After concluding his address, the Chairman invited the Shareholders to offer any comments they wanted to make on the Company's performance during the year under review and said that if, they had any questions about the working of the Company, he would be glad to answer.

Some of the Shareholders had asked questions relating to the accounts of the Company which were satisfactorily replied by the Kamlesh Shah, CFO of the Company / Chairman. The Chairman then invited shareholders for raising any further questions, if any. Since there was no further question, query or comment by any of the Shareholders present, he proposed to place the resolutions as mentioned in the Notice convening the AGM, for voting by the Shareholders present.

The Chairman informed the members that as per Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (LODR) Regulations, 2015, the Company had provided e-voting facility through CDSL to all the members to cast their votes electronically in respect of all resolutions mentioned in the Notice of 58th AGM. The E-voting portal was opened from 23rd September, 2018 (9:00 a.m.) to 25th September, 2018 (5:00 p.m.).

He further stated that only those shareholders who have not exercised their voting rights electronically, can exercise their voting rights by tendering votes in the ballot papers given to them.

It was informed that Shri Dinesh Bhimani, Practising Company Secretary (Membership No. FCS: 8064; CP No. 6628) was appointed as the Scrutinizer for conducting the e-voting process and also authorised to scrutinize the ballot paper in a fair and transparent manner.



The following items of business, as per the Notice of 58th AGM dated 26th September, 2018 were transacted:

Sr. No.	Particulars	Type of Resolution
Ordinary Business:		
1	To consider and adopt the Standalone and Consolidated Audited Financial Statements of the Company for the financial year ended on March 31, 2018 and the Reports of Auditors and the Board of Directors ("the Board") thereon.	Ordinary
2	To declare Dividend on Equity Shares for the financial year ended on March 31, 2018.	Ordinary
3	To appoint a Director in place of Shri Prashant C. Amin (DIN: 01056652), who retires by rotation and being eligible, offers himself for re-appointment.	Ordinary
4	To ratify appointment of M/s. B S R & Co. LLP, Chartered Accountants, as Statutory Auditors of the Company and to authorize the Audit Committee/ Board of Directors to fix their remuneration.	Ordinary
Special Business:		
5	To ratify remuneration to M/s. Y. S. Thakar & Co. as Cost Accountants of the Company for Financial Year 2018-19.	Ordinary
6	To approve the continuation and re-appointment of Shri Jal R. Patel (DIN : 00065021) as an Independent Director.	Special

The Chairman requested the members to cast their votes on the abovesaid matters using the Ballot Paper.

After completion of the voting, the Company Secretary informed the Shareholders that the results of the voting will be announced within 48 hours and will be uploaded on the website of the Company and CDSL and will also be submitted to both the Stock Exchanges on receipt of the Scrutinizer's Report on the e-voting and ballot.

Thereafter the meeting was concluded at 3:20 p.m. with a vote of thanks to the Members by Shri Kamlesh Shah, Chief Financial Officer of the Company.

For Elecon Engineering Company Limited,



Bharti Isarani

Company Secretary & Compliance Officer



Date: 26th September, 2018

Place: Vallabh Vidyanagar



Elecon Engineering Company Limited

Chairman's Speech

At

58th Annual General Meeting

Time : 2.00 p.m.

Date : 26-09-2018

Dear Shareholders, Ladies & Gentlemen

I welcome you all on behalf of the Board of Directors, the Management and the Employees of the Company.

I am sure that all of you have received the Annual Report for fiscal 2018. We have attempted to accurately lay out the business performance and outlook of the Company; we believe that would help you in understanding the direction that we have set for the future.

With your kind permission, I take the Board's Report and Audited Accounts for FY18 as read and would now take you through some of the key highlights of the fiscal gone by.

ECONOMIC OUTLOOK

World GDP expanded to 3.7% in 2017 led by recovery in advanced economies, strong growth in emerging markets including Asia & Europe and recovery in commodity exporting economies. Global growth is expected to continue its strong momentum and increase by 3.9% in 2018 owing to expansionary fiscal policy in the United States, improving business and consumer confidence and uptick in global trade. However, inflationary environment due to increasing fuel prices, increasing interest rate in the advanced economy and imposition of global trade barriers could act as major headwinds.

Indian economy growth slowed down to 6.7% in 2017-18. The steep decline in economic growth was caused by disruption in economic activity led by demonetisation and

implementation related issues of Goods and Services Tax (GST). However, backed by government spending and investment, the economy grew at a seven-quarter high of 7.7% in the last quarter of 2017-18 retaining the world's fastest growing economy tag. Pickup in consumption demand and increase in manufacturing activity suggests that the economy is showing signs of revival. Structural policy fixes such as introduction of bankruptcy code to deal with bad debt problem, revival in rural demand, increased infrastructure spending and surge in private consumption, investment and exports is likely to drive India's growth to 7.3% in 2018-19. However, higher finance cost, rising oil prices, protectionist trade policies and slowdown in global growth are key downside risks.

The Indian engineering industry witnessed stagnant growth and low orders intake, despite uptick in manufacturing and infrastructure sectors. However, the space witnessed increased activity towards the second half of the year with improvements in orders intake. We are seeing signs of economic revival and believe that the industry is going through a sustained recovery.

YEAR AT A GLANCE - COMPANY PERFORMANCE

Let me turn my attention now to the performance of the year gone by.

Fiscal 2017-18 was a year of mixed performance for Elecon Engineering. The Gear business saw mild positive performance while the Material Handling business performed negatively. The Company started exiting from

troubled projects in the Material Handling Business which was negatively affecting the overall performance of the Company. The Company decided to pursue more product-based opportunities rather than doing project business wherein it witnessed an inefficient capital allocation.

On a business front, despite facing initial headwinds, Elecon's gear business continued to gain traction from the customers and it reported a growth in sales as well as the order booking for the full year. During the fiscal, the Company booked orders worth of ₹ 555.02 Crores with power, fertilizer and cement contributing most to it. The MHE business faced significant headwind on both macro and operational front and witnessed negative performance owing to issues with some of the projects. The Company has put in place plans and strategy to arrest the downfall by not pursuing fresh EPC projects and utilize the available bandwidth to focus more on products business. The Company is confident of its growth prospect in the future on the back of revival in the economy and the sectors in which it operates. At the end of fiscal, the Company's order book in MHE business stood at ₹ 469.6 Crores and Gear business at ₹ 767.2 Crores.

The Company posted subdued financial performance in the fiscal as it witnessed challenges on multiple counts. At the macro level, the economy faced slowdown during the first half of the year and it resulted in the slow pick up of orders and poor execution of the operation at the client level. The Company's customers also got affected by rolling out of GST

which led to some disruption of activity. With all the major headwinds behind, the Company has reformulated its strategy and plans to pursue product-based business going forward with a focus on expanding the bottom line. The Company is seeing sustained revival in economy and increased manufacturing activity and anticipates a strong recovery in its business in the near-term future.

DIVIDEND

The Board of Directors of the Company has also recommended a dividend of ₹ 0.20 per share for its shareholders. You will appreciate that this is against a backdrop of some tough and trying conditions and hence we would request your cooperation and support, as we work towards getting maximum value for our shareholders in the coming years.

OUTLOOK

The outlook for the Indian economy in the ongoing fiscal year FY 2018-19 and beyond remains optimistic on the back of increased infrastructure spending by the government, structural policy reforms and uptick in manufacturing activity. Increasing infrastructure spend and major reforms by the government aimed at reviving growth is likely to result in increased activity in the core manufacturing sectors which is a positive development for the Company. Going into the future, the Company remains confident on the prospects of the business owing to revival in the economy and core sectors such as power, steel, cement and mining.

ACKNOWLEDGEMENT

On behalf of the Board of Directors and my behalf, I convey my sincere thanks to all the Shareholders, Vendors, Customers, Dealers and Business Associates and other Stakeholders. We also thankful to the Central and State Governments, Financial Institutions, Public and Private Sector Banks, Government Agencies and Non-Government Institutions and above all, our employees for their unstinting support in the growth of the Company's business.

I express my sincere appreciation to my colleagues on the Board and the Management Team for their invaluable contribution in guiding your Company towards greater heights of excellence in the volatile economic environment.

Thank you for your attention!

PRAYASVIN PATEL

Chairman & Managing Director

Date : 26-09-2018

Place : Vallabh Vidyanagar