

Press Release

Swaraj Engines posted PBT of Rs. 12.4 crores for Q3

Mumbai, 29th January, 2015: 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, 2014.

After showing marginal decline in first half of the current fiscal, the domestic tractor industry witnessed a severe drop during the third quarter. Accordingly, the engine sales volume of Swaraj Engines Limited (SEL) also got impacted significantly and was restricted to 12,153 units as compared to 18,530 units sold during the corresponding quarter of last year. As a result, net operating revenue for the third quarter stood at Rs. 102.0 crores as against Rs. 150.2 crores for Q3 of last year.

While there has been continuous focus to keep various costs under control, with lower absorption of fixed expenses due drop in volume coupled with higher depreciation and CSR spend in line with provisions of Companies Act 2013, Company's Profit Before Tax for the quarter stood at Rs. 12.4 crores compared to last year's Rs. 22.6 crores. Profit After Tax for the quarter was Rs. 8.3 crores (last year Rs. 15.5 crores).

For the nine month period ended 31st December 2014, on cumulative supplies of 52,251 engines (last year 54,797 engines), net operating revenue stood at Rs. 435.4 crores, as against Rs. 448.9 crores for the same period last year. While Profit Before Tax for the nine month period stood at Rs. 63.4 crores (last year Rs.72.3 crores), Profit After Tax at Rs. 43.6 crores (last year Rs. 49.5 crores) has translated into an earning per share of Rs. 35.10 (last year Rs. 39.89).

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.

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