

October 27, 2018

To

THE CORPORATE RELATIONSHIP DEPT
BSE Limited
I Floor, New Trading Ring,
Rotunda Building,
P.J.Towers, Dalal Street,
Fort, Mumbai - 400 001.

M/s. National Stock Exchange of India Ltd.,
Exchange Plaza, C-1, Block G,
BandraKurla Complex,
Bandra (E), Mumbai – 400 051
Tel :+91 22 26598235/36, 26598346
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SCRIP CODE: 517059

Symbol: **SALZERELEC**

Dear Sirs,

Sub : Outcome of the Board Meeting
Ref : Our letter dated October 16, 2018

This is to inform that Pursuant to Reg. 30 read with Reg.33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 ("**SEBI LODR Regulations**") and in furtherance to our letter referred above that the Board of Directors of the Company at their meeting held today (October 27, 2018) considered and approved the Unaudited Financial Results of the Company for the first half year / second quarter ended 30th September, 2018 together with the Limited Review report of M/s. Swamy and Ravi, Chartered Accountant & Statutory Auditor of the Company as required under Regulation 33 of SEBI LODR Regulations.


Enclosed herewith the approved Un-audited Financial Results for the first half year / second quarter ended 30th September, 2018 along with the Limited Review Report of the statutory auditor for your records and uploading in your website. A copy of the same will be uploaded in the Company's website www.salzergroup.net.

Further, Pursuant to Regulation 47 of SEBI (LODR) Regulations an extract of the aforesaid financial results in the manner prescribed under the SEBI Listing Regulations will be published in English and Tamil newspapers within time stipulated.

The Meeting commenced at 11.30 a.m and closed at 2:00 p.m.

May kindly be acknowledged the receipt and take on your record.

Thanking you
Yours faithfully
For Salzer Electronics Limited


S Baskarasubramanian
Director (Corporate Affairs) &
Company Secretary
(DIN: 00003152 & FCS:4605)



SALZER ELECTRONICS LTD.

CIN : L03210TZ1985PLC001535



Statement of Un-audited Financial Results for Quarter and Half year ended 30th September 2018

Rs. In Lacs except for per share data

Particulars	Quarter ended			Half year ended		Year ended
	30-09-2018	30-06-2018	30-09-2017	30-09-2018	30-09-2017	31-03-2018
I Income						
a. Revenue From Operations	13,471.84	12,646.83	10,074.08	26,118.67	21,588.57	45,333.17
b. Other Income	14.54	15.63	134.47	30.17	335.40	310.24
Total Income	13,486.38	12,662.46	10,208.55	26,148.84	21,923.97	45,643.41
II EXPENSES						
a. Cost of materials consumed	9,376.59	10,121.70	7,293.43	19,498.29	14,877.92	35,717.26
b. Purchase of stock in trade	414.45	54.03	0	468.48	122.76	140.77
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	62.87	-567.99	-13.84	-505.12	89.39	-3,512.29
d. Excise duty on sales	0.00	0	0.00	0.00	1,056.03	1,056.03
e. Employee benefit expenses	666.99	593.39	514.48	1,260.38	978.46	1,985.69
f. Finance Cost	475.84	467.60	348.09	943.44	746.45	1,491.25
g. Depreciation and amortisation expense	327.02	310.78	228.59	637.80	495.73	1,053.61
h. Other expenses	1,280.03	1,048.39	989.48	2,328.42	2,124.13	4,617.23
TOTAL EXPENSES	12,603.79	12,027.90	9,360.23	24,631.69	20,490.87	42,549.55
III PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX	882.59	634.56	848.32	1,517.15	1,433.10	3,093.86
Exceptional items		-		-	-	-
IV PROFIT BEFORE TAX	882.59	634.56	848.32	1,517.15	1,433.10	3,093.86
Current Tax	256.45	136.75	170.36	393.20	304.96	701.57
Deferred Tax	64.05	43.41	96.65	107.46	140.30	390.64
V PROFIT AFTER TAX	562.09	454.40	581.31	1,016.49	987.84	2,001.65
VI OTHER COMPREHENSIVE INCOME						
Items that will not be reclassified to profit or loss	-12.37	-12.37	25.02	-24.74	22.98	-45.07
VIII TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	549.72	442.03	606.33	991.75	1,010.82	1,956.58
IX Paid up share capital - equity shares of Rs.10/- each	1,594.71	1,562.37	1,449.67	1,594.71	1,449.67	1,499.67
X Reserves and Surplus (Other Equity)	-	-	-			25,507.42
XI EARNINGS PER SHARE						
a. - Basic after exceptional items (in Rs.)	3.56	2.98	4.03	6.54	6.85	13.82
b. - Diluted after exceptional items (in Rs.)	3.53	2.91	3.93	6.45	6.67	13.45



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 E-mail : salzer@salzergroup.com Website : www.salzergroup.com

Notes forming part of above results

- i) The Company operates in only one segment viz., Electrical installation products.
- ii) The above Un-audited financial results were duly reviewed by the Audit Committee at its meeting held on October 27, 2018 and were taken on record and approved by the Board of Directors at their meeting held on October 27, 2018 along with the Limited Review Report issued by the Statutory Auditor on Quarterly Financial Results
- iii) Financial Figures for Six Months and Second quarter ending 30/09/2018 include the revenue from an undertaking as acquired from Salzer Magnet Wires Limited on March 08, 2018. Hence the Figures for Six Months and Second quarter ending 30/09/2017 are not comparable to the extent with the Figures for Six Months and Second quarter ending 30/09/2018
- iv) During the First Six months period, the Company added 9,50,400 shares of Rs.10/- in its equity share capital by following means:
 - i. Allotment of 4,20,400 Equity Shares of Rs.10/- each to the employees on exercising the options by the employees under the Employees Stock Options Scheme (2012-13).
 - ii. Allotment of 5,30,000 Equity Shares, credited as fully paid-up against conversion of 5,30,000 Non Cumulative 5% Convertible preference Shares ("NCCPS") by Salzer Magnet Wires Limited who subscribed NCCPS as a part sale consideration towards sale of its whole of the business undertaking to the Company on March 08, 2018 as per the business transfer Agreement .
- v) The revenue from the operations for first six months period September 30, 2017 and for the year ended March 31, 2018 is inclusive of Excise Duty. Goods and Service Tax ("GST") has been implemented with effect from July 01, 2017 which replaces excise duty and other taxes. As per IND AS 115, the revenue for first quarter ended June 30, 2018 and Second Quarter and Six Months period ending September 30,2018 is reported net of GST.
- vi) AS 115 Revenue from contracts with customers has been made mandatory with effect from 1-April-2018. The Company has continuing contracts with customers entered into prior to 01-April-2018 which require adjustment in accordance with transitional provisions for application of IndAS standards. The Company has accordingly opted the Modified Retrospective Approach for carrying out adjustments in respect of past periods prior to 01-April-2018 and effected a reduction of Rs310.78 Lakhs in retained earnings.
- vii) Basic Earnings per share and Diluted Earnings per Share have been prepared in accordance with IND AS 33 and presented on the expanded capital prevailing on the relevant date.
- viii) Comparative figures have been regrouped / reclassified wherever necessary to confirm to current period's presentation.

For SALZER ELECTRONICS LIMITED

Coimbatore - 641 047.
October 27, 2018


N.RANGACHARY
CHAIRMAN



STATEMENT OF BALANCE SHEET AS AT SEPTEMBER 30, 2018

Particulars	30/09/2018	30/09/2017
I ASSETS	Rs. In Lacs	Rs. In Lacs
1 Non-current Assets		
(a) Property, Plant and Equipment	16,928.05	14,063.15
(b) Capital Work in progress	167.76	849.24
(c) Investment Property	0.77	0.77
(d) Intangible Assets	451.81	169.57
(e) Financial Assets		
i. Investments	67.19	139.60
ii. Trade Receivables	1,862.49	3,125.34
iii. Others	1,545.82	139.10
(f) Other Non-Current Assets	314.89	294.76
Total Non-Current Assets	21,338.78	18,781.53
2 Current Assets		
(a) Inventories	13,973.03	9,475.81
(b) Financial Assets		
i. Investments	253.58	200.13
ii. Trade Receivables	12,233.96	11,451.24
iii. Cash and Cash equivalents	906.62	1,054.34
iv. Other Bank balances	941.18	521.64
v. Loans	3,891.94	4,032.28
vi. Others	289.99	293.66
(c) Other Current Assets	2,105.33	1,767.34
Total Current Assets	34,595.66	28,796.44
TOTAL ASSETS	55,934.41	47,577.97
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	1,594.71	1,449.67
(b) Other Equity	25,968.09	22,910.57
Total Equity	27,562.79	24,360.24
LIABILITIES		
1 Non-current Liabilities		
(a) Financial Liabilities		
i. Borrowings	401.18	941.91
(b) Provisions	40.00	32.72
(c) Deferred tax liabilities (net)	2,283.79	1,926.58
Total Non-current Liabilities	2,724.95	2,901.21
2 Current Liabilities		
(a) Financial Liabilities		
i. Borrowings	11,773.45	10,239.19
ii. Trade Payables	6,395.88	2,932.63
iii. Others	1,180.03	1,113.18
(b) Other Current Liabilities	5,847.00	5,698.48
(c) Provisions	57.08	28.08
(d) Current Tax Liabilities (Net)	393.20	304.96
Total Current Liabilities	25,646.69	20,316.52
TOTAL EQUITY AND LIABILITIES	55,934.41	47,577.97



Swamy & Ravi

CHARTERED ACCOUNTANTS

90, Co-Operative "A" Colony, K.K. Pudur, Coimbatore - 641 038.

Ph : 0422 - 2446537, 4384536

E-mail : sr_cas2004@yahoo.co.in



Ref. No. :

Date :

LIMITED REVIEW REPORT ON THE UN-AUDITED STANDALONE FINANCIAL RESULTS FOR THE SECOND QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018

**THE BOARD OF DIRECTORS,
SALZER ELECTRONICS LIMITED,
COIMBATORE -641047**

1. We have reviewed the Un-audited Standalone Financial Results of SALZER ELECTRONICS LIMITED ("**the Company**") for the Second Quarter and Half year ended September 30,2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India, and has been approved by the Board of Directors at their Meeting held on October 27,2018. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', 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 Statement is 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.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material aspects in accordance with applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act 2013 and other recognized accounting practices and principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For Swamy & Ravi
Chartered Accountant
(Firm's Registration No. 004317S)**

**S.Alamelu
PARTNER
Membership No. 223555**

**Date : October 27,2018
Place : Coimbatore -641038**