

February 06, 2020

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.,
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SCRIP CODE: 517059

Symbol: **SALZERELEC**

Dear Sir,

Sub : Outcome of the Board Meeting - Submission of the Financial results in compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 ("**SEBI LODR Regulations**")

Ref : Our letter dated December 27, 2019

This is to inform in terms of Regulation 30 of SEBI LODR Regulation and with reference to our letter referred above that our Board of Directors of the Company at their meeting held today (February 06, 2020) considered and approved the following Un-audited Financial Results as required under Regulation 33 of SEBI LODR Regulations:-

- a) Standalone Un-audited Financial Results for the Nine Months and Third Quarter period ending December 31, 2019 together with the Limited Review report of the Statutory Auditor M/s. JDS Associates, Chartered Accountant, Coimbatore - 641002 and
- b) Consolidated Un-audited Financial Results for the relevant period together with the Limited Review report of the Statutory Auditor M/s.JDS Associates, Chartered Accountant, Coimbatore -641002.

Enclosed herewith both Standalone and Consolidated Un-audited Financial Results along with the Limited Review Report of the statutory auditor for your records and dissemination to the stakeholders. 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 11.00 a.m and closed at 1.30 P.M

May kindly be acknowledged the receipt.

Thanking you
Yours faithfully
For Salzer Electronics Limited


S Baskarasubramanian
Director (Corporate Affairs)
& Company Secretary

Encl : As above

Statement of Standalone Un-audited Financial Results for Quarter and Nine Months ended December 31,2019*Rs. In Lacs except for per share data*

Particulars	Quarter ended			Nine Months ended		Year ended
	31-12-2019	30-09-2019	31-12-2018	31-12-2019	31-12-2018	31-03-2019
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I Income						
a. Revenue From Operations	13,471.38	13,778.93	14,354.10	43,464.76	40,472.77	55,976.62
b. Other Income	10.20	25.59	13.35	103.16	43.52	70.7
Total Income	13,481.58	13,804.52	14,367.45	43,567.92	40,516.29	56,047.32
II EXPENSES						
a. Cost of materials consumed	9,640.11	10,826.57	11,082.15	33,489.26	31,048.92	41,933.48
b. Changes in inventories of finished goods,work-in-progress and stock-in-trade	-5.87	-651.55	-421.29	-1,028.75	-926.42	-52.18
c. Employee benefit expenses	721.13	620.58	759.14	1,974.28	1752.67	2,489.37
d. Finance Cost	500.15	539.99	489.92	1,572.88	1433.36	1,988.47
e. Depreciation and amortisation expense	368.94	360.21	336.89	1,076.26	974.70	1,215.96
f. Other expenses	1,445.16	1,232.73	1,324.53	3,940.69	3,919.80	5,241.38
TOTAL EXPENSES	12,669.62	12,928.53	13,571.34	41,024.62	38,203.03	52,816.48
III PROFIT BEFORE EXCEPTIONAL ITEMS	811.96	875.99	796.11	2,543.30	2,313.26	3,230.84
IV Exceptional items			-	-	-	-
V PROFIT BEFORE TAX	811.96	875.99	796.11	2,543.30	2,313.26	3,230.84
a. Current Tax	137.32	132.53	183.64	508.06	548.06	743.09
b. Deferred Tax	123.98	149.30	72.1	310.38	270.38	92.01
VI PROFIT AFTER TAX	550.66	594.16	540.37	1,724.86	1,494.82	2,395.74
VII OTHER COMPREHENSIVE INCOME						
VIII Items that will not be reclassified to profit or loss	8.19	-36.76	-12.37	-33.17	-37.12	-18.39
IX TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	558.85	557.40	528.00	1,691.69	1,457.70	2,377.35
X Paid up share capital - equity shares of	1,598.27	1,598.27	1,594.71	1,598.27	1,594.71	1,598.27
XI Reserves and Surplus (Other Equity)	-	-	-	-	-	27,101.18
XII EARNINGS PER SHARE						
a. - Basic after exceptional items (in Rs.)	3.44	3.72	3.39	10.79	9.93	15.21
b. - Diluted after exceptional items (in Rs.)	3.44	3.72	3.39	10.79	9.83	15.10

Date : February 06, 2020

Place : Coimbatore

For Salzer Electronics Limited

N Rangachary

N Rangachary

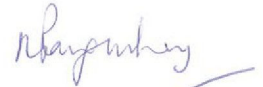
Chairman

DIN:00054437

Notes forming part of above standalone 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 February 05, 2020 and were taken on record and approved by the Board of Directors at their meeting held on February 06, 2020 along with the Limited Review Report issued by the Statutory Auditor on Financial Results for third quarter and Nine Months Period ending December 31, 2020.
- iii) The Company, as a Promoter, earlier had held 76.92% equity stake with voting rights in Kaycee Industries Limited ("**Subsidiary Company**"). During the quarter under review, it diluted 2.01% equity stake in the open market and reduced its holding to 74.91% which enabled the subsidiary company complying with the norms of minimum public shareholding of not less 25% in terms of Rule 19(2) and Rule 19A of the Securities Contracts (Regulation) Rules, 1957 and Regulation 38 of SEBI (Listing Obligations and Disclosure Requirements) 2015.
- iv) Previous period figures have been regrouped / reclassified wherever necessary to confirm to current period's presentation.

For SALZER ELECTRONICS LIMITED



N.RANGACHARY
CHAIRMAN

(DIN: 00054437)

Coimbatore - 641 047.
February 06, 2020

J D S ASSOCIATES

CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT

To
The Board of Directors,
Salzer Electronics Limited
Coimbatore -641 047

Dear Sirs,

1. We have reviewed the accompanying statement of standalone unaudited financial results of Salzer Electronics Limited (CIN:L03210TZ1985PLC001535) having its Registered Office at Samichettipalayam, Coimbatore -641047 for the quarter ended December 31, 2019 and year to date results for the period from April 01, 2019 to December 31, 2019 being submitted by the company pursuant to the requirement of Regulation 33 SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("SEBI LODR Regulations") as modified by circular SEBI No.CIR/CFD/FAC/62/2016 dated July 05, 2016;
2. This statement which is the responsibility of the Company's Management and approved by the Board of Directors at their meeting held on February 06, 2020 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 there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review;
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

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CHARTERED ACCOUNTANTS

4. 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 the aforesaid Indian accounting standards and other accounting principles generally accepted in India 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 05, 2016 including the manner in which it is to be disclosed or that it contains any material Misstatement.

For JDS ASSOCIATES
Chartered Accountants
FRN : 008735S


(B.JAYARAM)
Partner
Memb.No : 028346



Date : February 06, 2020

Place : Coimbatore

UDIN : 20028346 AAAABC1826

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Statement of Consolidated Un-audited Financial Results for Third Quarter and Nine Months ended December 31, 2019*Rs. In Lacs except for per share data*

		Quarter ended	Quarter ended	Period ended
Particulars		31-12-2019	30-09-2019	31-12-2019
		Un-Audited	Un-Audited	Un-Audited
I	Income			
a.	Revenue From Operations	14,037.34	14,388.98	44,640.77
b.	Other Income	12.97	30.55	110.89
	Total Income	14,050.31	14,419.53	44,751.66
II	EXPENSES			
a.	Cost of materials consumed	9,873.55	10,478.88	33,375.01
b.	Changes in inventories of finished goods,work-in-progress and stock-in-trade	34.24	-29.32	-366.41
c.	Employee benefit expenses	836.45	737.20	2,206.22
d.	Finance Cost	501.69	543.47	1,577.90
e.	Depreciation and amortisation expense	379.40	370.66	1,097.17
f.	Other expenses	1,579.47	1,361.44	4,203.71
g.	TOTAL EXPENSES	13,204.80	13,462.33	42,093.60
III	PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX	845.51	957.20	2,658.06
IV	Exceptional items			-
V	PROFIT BEFORE TAX	845.51	957.20	2,658.06
VI	Tax Expenses	264.02	313.25	852.58
VII	PROFIT AFTER TAX	581.49	643.95	1,805.48
a.	Attributable to Owners of the Company (Holding Co.)	573.85	632.45	1,786.36
b.	attributable to Non Controlling Interest	7.64	11.50	19.14
VIII	OTHER COMPREHENSIVE INCOME			
a.	Items that will not be reclassified to profit or loss	6.06	-38.74	-37.28
IX	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	587.55	605.21	1,768.20
X	Attributable to Owners of the Company (Holding Co.)	580.44	594.17	1,750.05
XI	attributable to Non Controlling Interest	7.11	11.04	18.15
XII	EARNINGS PER SHARE			
a.	- Basic after exceptional items (in Rs.)	3.59	3.96	11.18
b.	- Diluted after exceptional items (in Rs.)	3.59	3.96	11.18

Date : February 06, 2020

Place : Coimbatore

For Salzer Electronics Limited

N. Rangaiah
N Rangaiah
Chairman
DIN:00054437

Notes forming part of above Consolidated results

- 1) The above Un-audited financial results were duly reviewed by the Audit Committee at its meeting held on February 05,2020 and were taken on record and approved by the Board of Directors at their meeting held on February 06,2020 along with the Limited Review Report issued by the Statutory Auditor on Financial Results;
- 2) The Company has acquired majority controlling interest upon acquisition of Equity shares on July 11,2019 in Kaycee Industries Limited ("**Subsidiary Company**") which consequently became Subsidiary to the Company in terms of Provisions of Section 2(87) of the Companies Act 2013. Accordingly, year to date consolidated financial results represent nine months financials of Salzer Electronics Limited ("**Holding Company**") and financials of the subsidiary company from the date of acquisition of its Controlling interest i.e July 11, 2019.
- 3) The given figures are not strictly comparable to any of the relevant corresponding period of the last year in view of reasons stated in para 2 and accordingly figures for respective period of previous years not furnished.
- 4) The Company, as a Promoter, earlier had held 76.92% equity stake with voting rights in the Subsidiary Company. During the quarter under review, it diluted 2.01% equity stake in the open market and reduced to 74.91% which enabled the subsidiary company complying with norms of minimum public shareholding of not less than 25% in terms of Rule 19(2) and Rule 19A of the Securities Contracts (Regulation) Rules, 1957 and Regulation 38 of SEBI (Listing Obligations and Disclosure Requirements) 2015.
- 5) This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (IND AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

For SALZER ELECTRONICS LIMITED



N.RANGACHARY
CHAIRMAN
(DIN: 00054437)

Coimbatore - 641 047.
February 06, 2020

J D S ASSOCIATES

CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT

To

The Board of Directors,
Salzer Electronics Limited
Coimbatore -641 047

Dear Sirs,

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Salzer Electronics Limited ("**the Parent**") and its subsidiary (the Parent and its subsidiary together referred to as "**the Group**"), for the quarter ended December 31, 2019 and for the period between July 01, 2019 to December 31, 2019 ("**the Statement**") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended;
2. Initially the parent acquired 72.32% equity shares with voting rights on July 11, 2019 in Kaycee Industries Limited under Share Purchase and Transfer of Control Agreement dated May 24, 2019 from its erstwhile Promoters- Universal Trustees Private Limited and subsequently another 4.60% acquired from the Public in the Open offer made by the Company as a fulfilment of obligations arising under Regulation 3 & 4 of SEBI (Substantial Acquisition and Takeover) Regulation 2011 ("**SEBI (SAST) Regulations**") and as at September 30, 2019, the aggregate shareholding of Parent in the Subsidiary stood at 76.92%.
3. In order to enable the subsidiary to achieve the Minimum Public shareholding norm of 25% as required under Regulation 38 of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 ("**SEBI LODR Regulations**") read with Rule 19(2) and Rule 19A of the Securities Contracts (Regulation) Rules, 1957, the parent diluted 2.01% equity stake in the open market under permissible mode and reduced its shareholding in the Subsidiary to the level of 74.91% as at December 31, 2019

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CHARTERED ACCOUNTANTS

4. Since the Parent has effectively started exercising control over the affairs of the Subsidiary from July 11, 2019 as stated in Para 2, the year to date consolidated financial results represent nine months financials of parent and financials of the subsidiary company only from the date of acquisition of its Controlling interest i.e July 11, 2019.
5. The given figures are not strictly comparable to any of the relevant corresponding period of the last year in view of reasons stated above and accordingly figures for respective period of previous years not furnished.
6. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review;
7. 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion;
8. We also performed procedures in accordance with the Circular issued by the SEBI under Regulation 33(8) of SEBI LODR Regulations as amended to the extent applicable;
9. The Statement includes the results of the following entity:

a) Kaycee Industries Limited

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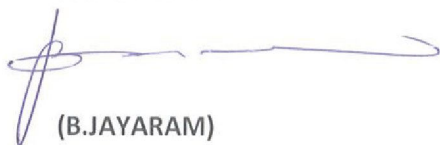
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10. Based on our review conducted and procedures performed as stated in paragraph 6 above and based on the consideration of the review reports of the other auditors referred to in paragraph 10 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement and
11. We did not review the interim financial statements/ financial information/ financial results of the subsidiary Kaycee Industries Limited included in the consolidated unaudited financial results, whose interim financial statements / financial information/ financial results reflect total revenues of Rs. 1184.42 lakhs, total net profit after tax of Rs. 80.27 Lakhs and total comprehensive income / loss of Rs. 76.17 Lakhs for the period from the date of initial acquisition –July 11,2019 to December 31, 2019, as considered in the consolidated unaudited financial statements. These interim financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 6 above.

Our conclusion on the Statement is not modified in respect of the above matters.

For JDS ASSOCIATES
Chartered Accountants
FRN :0087355



(B.JAYARAM)
Partner
Memb.No : 028346

Date : February 06, 2020
Place ; Coimbatore -641001

UDIN : 20028346AAAA BB6543

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