

# MAGNA

## MAGNA ELECTRO CASTINGS LIMITED

43, BALASUNDARAM ROAD, COIMBATORE - TN 641 018. INDIA  
TEL : (0422) 2240109, 2246184, 2240487, FAX : (0422) 2246209  
E-MAIL : info@magnacast.com  
Web : www.magnacast.com  
CIN : L31103TZ1990PLC002836



**SEC/BSE/022/2017-18**

August 9, 2017

The Secretary  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai- 400 001

**Kind Attn:** Mr. Shyam Bhagirath  
Mr. Rakesh Parekh  
**Scrip Code:** 517449

Dear Sir,

**Unaudited Financial Results & Limited Review Report for the quarter ended 30th June, 2017.**

As per Regulation 33 of the Listing Agreement, the Unaudited Financial Results for the quarter ended 30th June, 2017 as approved by the Board of Directors at its meeting held on 9th August, 2017 along with the Limited Review Report of the Auditors is enclosed.

Kindly take this information on record.

Thanking you

**For Magna Electro Castings Limited**

A handwritten signature in black ink, appearing to read 'S. Sangeetha C'.

Sangeetha C  
Company Secretary

		(Rs. In Lakhs)	
S.No	Particulars	Quarter ended	Quarter ended
		June 30, 2017	June 30, 2016
		Unaudited	Unaudited
1	a) Revenue from Operations	2,266.79	2,189.73
	b) Other Income	38.30	29.35
	<b>Total Income</b>	<b>2,305.09</b>	<b>2,219.08</b>
2	<b>Expenditure</b>		
	a) Cost of materials consumed	759.28	738.19
	b) Purchase of stock-in-trade	-	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(127.15)	(128.15)
	d) Excise duty	116.65	117.91
	e) Employee benefits expense	218.71	224.89
	f) Finance costs	18.36	19.82
	g) Depreciation and amortisation expenses	146.20	137.24
	h) Other expenditure	967.99	835.13
	<b>Total Expenses</b>	<b>2,100.04</b>	<b>1,945.03</b>
3	<b>Profit from ordinary activities before exceptional items (1-2)</b>	<b>205.05</b>	<b>274.05</b>
4	Exceptional items - Gain/ (Loss)	-	-
5	<b>Profit from ordinary activities before tax (3+4)</b>	<b>205.05</b>	<b>274.05</b>
6	Tax expense	51.43	63.84
7	<b>Profit for the period (5-6)</b>	<b>153.62</b>	<b>210.21</b>
8	Other comprehensive income, net of income tax	0.03	0.03
9	<b>Total comprehensive income for the period (7+8)</b>	<b>153.65</b>	<b>210.24</b>
10	Paid up equity share capital (face value Rs 10/-each)	458.22	458.22
11	<b>Earnings per share (of Rs 10/- each) (not annualised)</b>		
	(a) Basic	3.35	4.59
	(b) Diluted	3.35	4.59

**Segmentwise Revenue, Results and Capital Employed**

(Rs. In Lakhs)

S.No	Particulars	Quarter ended	Quarter ended
		June 30, 2017	June 30, 2016
		Unaudited	Unaudited
1	<b>Segment Revenue</b>		
	a) Foundry	2,266.79	2,189.73
	b) Wind energy	113.68	94.48
	<b>Total</b>	<b>2,380.47</b>	<b>2,284.21</b>
	Less: Inter Segment Revenue	113.68	94.48
	<b>Net Sales/Income from Operations</b>	<b>2,266.79</b>	<b>2,189.73</b>
2	<b>Segment Results {Profit / (Loss) before tax and interest from each segment}</b>		
	a) Foundry	166.52	238.06
	b) Wind energy	56.89	57.04
	<b>Total</b>	<b>223.41</b>	<b>295.10</b>
	Less: Finance Costs		
	a) Foundry	18.36	21.05
	b) Wind energy	-	-
	<b>Total Profit before tax</b>	<b>205.05</b>	<b>274.05</b>
3	<b>Segment assets</b>		
	a) Foundry	6,646.12	6,992.54
	b) Wind energy	872.77	634.52
	c) Unallocable	197.15	204.86
	<b>Total</b>	<b>7,716.04</b>	<b>7,831.92</b>
4	<b>Segment liabilities</b>		
	a) Foundry	1,640.46	2,326.43
	b) Wind energy	-	131.07
	c) Unallocable liabilities	384.10	418.58
	<b>Total</b>	<b>2,024.56</b>	<b>2,876.08</b>




**Notes to the financial results:**

- 1 This statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 09 August, 2017 and limited review of the same has been carried out by the statutory auditor of the Company.
- 2 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. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1, 2016.
- 3 The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- 4 The Ind AS compliant corresponding figures in the previous period have not been subjected to review/audit. However, the Company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 5 The statement does not include Ind AS compliant results for the preceding quarter and previous year ended March 31, 2017 as the same is not mandatory as per SEBI's circular dated July 5, 2016.
- 6 The company has organised the business into two segments - Foundry division (manufacture and sale of castings) and Wind energy division
- 7 The previous period figures have been regrouped/reclassified wherever necessary to confirm to the classification for this quarter.
- 8 The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS for the quarter ended June 30, 2016 is given below:

Particulars	(Rs. In Lakhs)	Quarter ended June 30, 2016 Unaudited (Rs. In Lakhs)
<b>Net profit as per Indian GAAP</b>		<b>208.10</b>
<b>Add/(Less):</b>		
i. Impact of revenue deferral	(13.87)	
ii. Revenue reversal and inventory recognition for wind energy banked units	(0.23)	
iii. Remeasurement of defined employee benefit plans	(0.05)	
iv. Restatement of foreign exchange balances	20.10	
v. Deferred tax asset/(liability)	(3.84)	2.11
<b>Net profit as per Ind AS (A)</b>		<b>210.21</b>
<b>Other comprehensive income, net of income tax</b>		
Remeasurement of defined employee benefit plans (net of tax)		0.03
<b>Total other comprehensive income, net of income tax (B)</b>		<b>0.03</b>
<b>Total comprehensive income for the period after tax (A+B)</b>		<b>210.24</b>

Place : Coimbatore  
Date : 09-Aug-2017

For and behalf of the Board

  
N Krishna Samaraj  
Managing Director

**SRIKISHEN & CO.**

Chartered Accountants

*Sole Proprietor***K. Murali Mohan** B.E. (Elec.) F.C.A.

'Kanapathy Towers' III Floor  
No. 1391/A-1, Sathy Road  
Ganapathy, Coimbatore 641 006  
Phone : 0422 4039900  
E-mail : murali@skmcoca.com

To  
The Board of Directors,  
Magna Electro Castings Limited.

**LIMITED REVIEW REPORT FOR THE QUARTER ENDED 30.06.2017**

We have reviewed the accompanying statement of standalone unaudited financial results of Magna Electro Castings Limited for the quarter / three months ended 30.06.2017 being submitted by the company pursuant to the requirement of Regulation 33 SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as modified by circular No.CIR/CFD/FAC/62/2016 dated 05.07.2016. 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. Our responsibility is to issue a report on these financial statements based on our review.

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.

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 05.07.2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Coimbatore  
Date : 09.08.2017

**SRIKISHEN & CO.**  
Chartered Accountants  
*K. Murali Mohan*  
(K. Murali Mohan)  
Membership No. 14828  
Proprietor