

Pitti Engineering Limited

(Formerly Pitti Laminations Limited)

ISO 9001:2015 ISO 14001:2015

www.pitti.in



November 7, 2019

To,
BSE Ltd
Floor 25, P J Towers, Dalal Street
Mumbai - 400 001

To,
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai - 400 051

Scrip Code: 513519

Scrip Code: PITTIENG

Dear Sir,

Sub: Outcome of Board Meeting


We wish to inform you that Board of Directors of the Company at its meeting held today i.e. November 7, 2019 has *inter alia*, approved the Un-audited Financial Results of the company for quarter and half-year ended September 30, 2019.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, we enclose the statement showing the unaudited financial results of the Company for the quarter and half-year ended September 30, 2019 along with the limited review report as provided by the statutory auditors.

The meeting of Board of Directors of the Company commenced at 2:30 P.M and concluded at 4.30 P.M.

Kindly take the same on record.

Thanking you,
Yours faithfully,
For Pitti Engineering Limited


Mary Monica Braganza
Company Secretary & Compliance Officer
FCS 5532

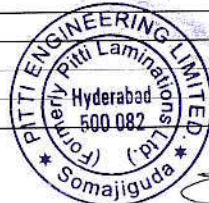


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Statement of Un-Audited Financial Results for the Quarter and Half-Year ended on 30th September, 2019							₹ in lakhs
Sl.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Income						
	(a) Revenue from operations	14450.57	14968.69	17273.73	29419.26	30328.44	62221.47
	(b) Other income	40.98	52.77	258.17	93.75	301.79	226.67
	Total Income from operations	14491.55	15021.46	17531.90	29513.01	30630.23	62448.14
2	Expenses:						
	(a) Cost of materials consumed	10109.07	9863.45	9601.68	19972.52	17268.96	37339.99
	(b) Purchase of Stock-in-trade	24.19	286.80	1,049.61	310.99	2,388.43	3,020.12
	(c) Changes in inventories of finished goods work-in-progress and stock-in-trade	(490.39)	67.80	1419.37	(422.59)	1378.54	2534.91
	(d) Employee benefit expenses	1416.87	1370.62	1393.50	2787.49	2594.98	5168.73
	(e) Finance costs	762.21	806.80	823.24	1569.01	1540.18	2961.40
	(f) Depreciation and amortization expenses	664.79	670.37	563.09	1335.16	1100.53	2241.38
	(g) Other Expenses	1322.50	1243.22	1215.04	2565.72	2211.89	5147.80
	Total expenses	13809.24	14309.06	16065.53	28118.30	28483.51	58414.33
3	Profit / (loss) before exceptional and extraordinary items and taxation (1-2)	682.31	712.40	1466.37	1394.71	2146.72	4033.81
4	Exceptional items	-	-	-	-	-	-
5	Profit / (loss) before extraordinary items and taxation (3-4)	682.31	712.40	1466.37	1394.71	2146.72	4033.81
6	Extraordinary items	-	-	-	-	-	-
7	Profit / (loss) before taxation (5-6)	682.31	712.40	1,466.37	1,394.71	2,146.72	4,033.81
8	Income tax expenses						
	(a) Current tax charge / (Credit)	145.31	236.40	409.85	381.71	582.39	946.82
	(b) Tax relating to earlier years charge / (Credit)	(42.59)	-	-	(42.59)	-	-
	(c) Reversal of MAT Credit	372.45	-	-	372.45	-	-
	(c) Deferred tax charge / (Credit)	(494.02)	27.00	261.55	(467.02)	365.99	715.03
	Total tax expenses	(18.85)	263.40	671.40	244.55	948.38	1661.85
9	Profit / (loss) for the period (7 - 8)	701.16	449.00	794.97	1150.16	1198.34	2371.96
10	Other Comprehensive Income						
	(i) Items that will not be reclassified subsequently to profit or loss						
	Remeasurement of the net defined benefit liability/assets	1.39	2.50	11.55	3.89	23.10	8.34
	Change in fair value of non-current investment	-	-	-	-	-	(93.84)
	Change in fair value of current investment	(0.42)	0.33	(0.17)	(0.09)	(0.14)	0.43
	(ii) Items that will be reclassified subsequently to profit or loss						
	Total other comprehensive income, net of income tax	0.97	2.83	11.38	3.80	22.96	(85.07)
11	Total Comprehensive income (9+10)	702.13	451.83	806.35	1153.96	1221.30	2286.89
12	Paid up Share Capital (face value of Rs. 5/- per share)	1602.92	1602.92	1491.81	1602.92	1491.81	1491.81
13	Reserves Excluding Revaluation Reserves						15604.58
14	Earnings per share of Rs. 5/- each : (Not Annualized)						
	(a) Basic (Rs)	2.19	1.50	2.70	3.70	4.09	7.67
	(b) Diluted (Rs)	2.19	1.50	2.52	3.70	3.81	7.14

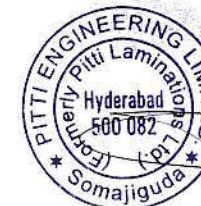


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Statement of Assets and Liabilities

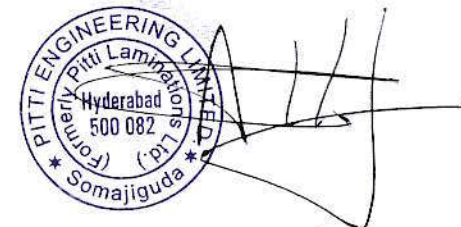
₹ in lakhs

Sl. No.	Particulars	As at 30.09.2019	As at 31.03.2019
		Un-Audited	Audited
A	ASSETS		
	NON-CURRENT ASSETS		
	(a) Property, plant and equipment	21921.46	22025.27
	(b) Assets held for Sale	262.00	262.00
	(c) Capital work-in-progress	185.01	459.63
	(d) Intangible Assets	669.87	719.83
	(e) Right of use of Assets	2517.04	-
	(f) Financial Assets		
	(i) Investments	1641.00	1641.00
	(ii) Loans	62.40	81.61
	(g) Other non-current assets	428.67	414.88
	TOTAL NON - CURRENT ASSETS	27687.45	25604.22
	CURRENT ASSETS		
	(a) Inventories	10862.79	10027.32
	(b) Financial Assets		
	(i) Investments	1.96	2.05
	(ii) Trade receivables	17542.09	18249.08
	(iii) Cash and Cash equivalents	472.32	141.91
	(iv) Other balances with Banks	772.22	1254.49
	(v) Other financial assets	85.55	71.59
	(c) Other current assets	2801.07	3054.08
	TOTAL CURRENT ASSETS	32538.00	32800.52
	TOTAL ASSETS	60225.45	58404.74
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity share capital	1602.92	1491.81
	(b) Other equity	18647.43	15604.58
	(c) Monies Recieved against Warrants	-	500.00
	TOTAL EQUITY	20250.35	17596.39
	LIABILITIES		
	NON-CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	5124.90	7559.55
	(b) Other Long Term Liabilities	1,400.00	1400.00
	(c) Provisions	486.56	435.58
	(d) Provision for lease liability	2618.42	-
	(e) Deferred tax liabilities(net)	1218.52	1685.54
	TOTAL NON-CURRENT LIABILITIES	10848.40	11080.67
	CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	14591.43	15224.21
	(ii) Trade payables		
	Dues to micro and small enterprises	53.76	-
	Dues to others	10070.81	10361.73
	(iii) Other financial liabilities	2809.68	2550.44
	(b) Other current liabilities	438.54	522.74
	(c) Provisions	209.73	218.55
	(d) Income tax liabilities (net)	952.75	850.01
	TOTAL CURRENT LIABILITIES	29126.70	29727.68
	TOTAL EQUITY AND LIABILITIES	60225.45	58404.74



Standalone Cash Flow Statement

Particulars	For the Half Year ended	For the Half Year ended
	30.09.2019	30.09.2018
	(Unaudited)	(Unaudited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	1,394.71	2,146.72
Adjusted for		
Depreciation	1,335.16	1,100.53
Interest Income	(30.06)	(50.27)
Bad debts written off	2.64	-
Loss / (Profit) on sale of fixed assets (net)	(2.22)	(21.21)
Re-measurement gains/(losses) on employee defined benefit plans	3.89	23.10
Re-measurement gains/(losses) on Investments	(0.09)	0.15
Unrealised foreign exchange differences	(95.61)	195.50
Finance Costs	1,569.01	1540.18
Operating Profit before Working Capital changes	4,177.43	4,934.70
Change in working capital	451.19	(1036.29)
Cash generated from operations	4,628.62	3,898.41
Direct Taxes Paid	(320.06)	(359.31)
Net cash flow from operating activities (A)	4,308.56	3,539.10
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & equipment and intangibles (including capital work in progress and capital advances)	(957.45)	(2889.99)
ROU Assets as per Ind AS 116	(2,613.72)	-
Proceeds from sale of fixed assets	14.79	25.87
Profit/(Loss) on current financial assets measured at FVTPL	0.09	(0.15)
Interest income received	15.99	47.08
Net cash used in Investing Activities - (B)	(3,540.30)	(2,817.19)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	2,000.00	-
Proceeds from issue of share warrants	(500.00)	-
Finance charges	(1,441.74)	(1,466.45)
Cash Payments for Principal portion of lease liability	(158.67)	-
Cash Payments for interest portion of lease liability	(4.70)	-
Working Capital Borrowings	(632.78)	723.12
Long Term Funds (Term Loans from financial institutions and other unsecured loans)	(848.38)	286.13
Long Term Funds (Funds from Promoters and Promoters Group converted to Share Capital)	(1,470.00)	-
Lease Liability	2,618.42	-
Net Cash used in Finance Activities - (C)	(437.85)	(457.20)
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	330.41	264.71
Opening Balance in Cash and cash equivalents	141.91	342.09
Closing Balance in Cash and cash equivalents	472.32	606.80



Notes to the financial results:

- 1 The above financial results has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7th November, 2019. The Auditors of the Company have carried out a Limited Review of the above financial results for the quarter and half-year ended 30th September, 2019 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), 2015.
- 2 With effect from 1st April, 2019, the Company has adopted IND AS-116. The Company has recognised lease liabilities and corresponding equivalent right-of-use assets. In the statement of profit and loss for the current quarter, operating lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right-of-use assets and finance cost for interest accrued on lease liability. The application of IND AS-116 does not have any significant impact on the financial results of the Company.
- 3 The Company has adopted and effected the reduced corporate tax rate permitted under section 115BAA of the Income Tax Act, 1961 as per the Taxation Laws (Amendment) Ordinance, 2019. The tax calculations for the six months ended 30th September 2019 has been made accordingly.
- 4 The Company has only one business segment and is engaged in the manufacture of specialised sheet metal components, its sub-assemblies for rotating electrical equipment and various machined components. Hence the reporting is done as a single segment. However the geographical segment Revenue and Assets are as under:

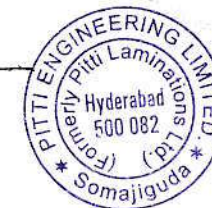
Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
I. Segment Revenue						
a) India	9,090.83	8,579.17	10,492.48	17,670.00	19,070.19	36,063.25
b) Outside India	5,400.72	6,442.29	7,039.42	11,843.01	11,560.04	26,384.89
Total	14,491.55	15,021.46	17,531.90	29,513.01	30,630.23	62,448.14
II. Segment Assets						
a) India	51,103.72	49,057.46	44,020.51	51,103.72	44,020.51	47,309.94
b) Outside India	9,121.73	10,672.71	10,187.95	9,121.73	10,187.95	11,094.80
Total	60,225.45	59,730.17	54,208.46	60,225.45	54,208.46	58,404.74

- 5 Figures of the previous quarters/year have been regrouped and reclassified wherever necessary to correspond with current year's presentation.

Place: Aurangabad
Date: 7th November, 2019

By order of the Board
For PITTI ENGINEERING LIMITED

AKSHAY S PITTI
VICE-CHAIRMAN & MANAGING DIRECTOR
DIN: 00078760





INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

To
The Board of Directors
Pitti Engineering Limited,
Hyderabad.

We have reviewed the accompanying statement of unaudited financial results of Pitti Engineering Limited (formerly known as Pitti Laminations Limited) ("the Company") for the period ended **30th September, 2019**. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. 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 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 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 provide 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 applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Laxminiwas & Co.**
Chartered Accountants
Firm Registration No: 011168S

Vijay Singh
Partner

Membership No: 221671

UDIN: **19221671AAAATH3585**



Aurangabad
7th November, 2019.



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