

August 09, 2019



Salora International Ltd.

BSE Limited
1st Floor, New Trading Ring
Rotunda Building
P J Towers
Dalal Street, Fort
Mumbai- 400 001
BSE Scrip Code- 500370

Sub: Regulation 33 of SEBI (LODR) Regulations, 2015 - Un-audited Financial Results of the Company for 1st quarter ended 30st June, 2019.

Dear Sir,

Further to our letter dated 26.07.2019 and pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Board of Directors of the Company has approved attached Un-audited Financial Results of the Company for the 1st quarter ended 30st June, 2019 at its meeting held on today i.e. 09th August, 2019, scheduled from 11.30 A.M. to conclude around 17.15 P.M. and the Board inter-alia, has approved the following:

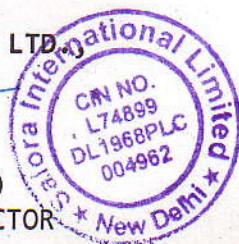
- Un-audited Financial Results for the 1st quarter ended 30st June, 2019
- Limited Review Report on Un-audited Financial Results for the 1st quarter ended 30st June, 2019
- With respect to our letter dated April 15, 2019 Company have sold the shareholding of Salora Components Ltd To Devi Electronics Private Ltd with reference to agreement dated 30.03.2019 which was approved/ratified on 15.04.2019.

The details, as required under SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2915 dated 9th September, 2015, are given as "Annexure A

Thanking you,

Yours faithfully,
for SALORA INTERNATIONAL LTD.

(GOPAL SITARAM JIWARAJKA)
CHAIRMAN & MANAGING DIRECTOR



Encl.: As above

S.No	Particular of Information Required	Particular of Information provided
A	The amount and percentage of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year	The turnover of Salora Components ltd (subsidiary") during the last financial year was Rs. 14.58 Lakh, which was 0.083% of the consolidated turnover of the Company. The total net worth of the Subsidiary during the last financial year was Rs. 89.54 Lakh, which was 1.36% of the consolidated net worth of the Company.
B	Date on which the agreement for sale has been entered into;	Agreement dated 30.03.2019 is Approved/Ratified on 15.04.2019
C	The expected date of completion of sale/disposal;	Not Applicable (Shareholding of Salora Components ltd has been dematerialized with respect to which we have transferred 1,73,00,00 shares which constitute 40% of entire shareholding of Salora Components ltd and we have Received payment INR 1,73,00,000 as per schedule mentioned in the above mentioned agreement (as per point B this Annexure) and balance shares i.e 39% of entire shareholding of Salora Components ltd will be transferred on receipt of payment as per agreement)
D	Consideration received from such sale/disposal	Received INR 1,73,00,000.
E	Brief details of buyers and whether any of the buyers belong to the promoter/ promoter group/group companies.	DEVI ELECTRONICS PRIVATE LIMITED, a Company limited by Shares having CIN U32200MH1985PTC035991. DEVI ELECTRONICS PRIVATE LIMITED belong to group Company of Salora International Ltd.
F	Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arms length	Transaction fall within the purview of related party transaction and same is done at arms length report as based on Valuation report
G	Additionally, in case of a slump sale, indicative disclosures provided for amalgamation/merger, shall be disclosed by the listed entity with respect to such slump sale.	Not applicable




SALORA INTERNATIONAL LIMITED

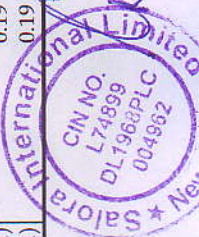
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Regd. office : D-13/4, Okhla Industrial Area, Phase-II, New Delhi-110020.

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

S.No.	Particulars	(Rs. In lacs)			
		Quarter Ended		Year Ended	
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Audited	Unaudited	Audited
1	INCOME				
(a)	Revenue from Operations	4,136.12	5,410.02	3,604.56	17,516.34
(b)	Other Operating Income	51.38	27.47	5.62	67.02
(c)	Other Income	4.28	4.37	4.82	18.46
	Total Income	4,191.78	5,441.86	3,615.00	17,601.82
2	EXPENSES				
a)	Cost of Materials Consumed	83.88	164.49	258.42	935.52
b)	Purchases of Stock in Trade	3,669.95	5,161.14	2,689.67	15,353.77
c)	Changes in inventories of finished goods, stock-in-trade and work-in-progress	175.00	(91.13)	234.46	(67.03)
d)	Employees Benefits Expense	109.82	84.15	149.73	501.37
e)	Finance Cost	195.10	191.42	171.09	743.01
f)	Depreciation and Amortisation Expense	48.75	47.78	49.26	194.93
g)	Other Expenses	74.80	(97.22)	60.06	265.36
	Total expenses	4,357.30	5,460.63	3,612.68	17,926.93
3	Profit / (loss) before exceptional items and tax	(165.52)	(18.77)	2.32	(325.11)
4	Exceptional Items	-	-	-	-
5	Profit / (loss) before tax	(165.52)	(18.77)	2.32	(325.11)
6	Tax Expense :	(139.48)	281.60	(14.55)	162.74
	a) Current Tax	-	-	-	-
	b) Deferred Tax	(139.48)	281.60	(14.55)	162.74
7	Profit/(Loss) after Tax	(26.04)	(300.37)	16.87	(487.85)
8	Other comprehensive income (net of tax)				
	a) Items that will not be reclassified subsequently to profit and loss				
	i) Actuarial gain / (loss) on remeasurement of defined benefit plans	(2.50)	(10.61)	0.20	(10.01)
	ii) Income tax on above	0.78	3.31	0.06	3.12
	Total other comprehensive income (net of tax)	(1.72)	(7.30)	0.14	(6.89)
9	Total comprehensive income (net of tax)	(27.76)	(307.67)	17.01	(494.74)
10	Paid-up Equity Share Capital (Face value Rs.10/- each)	880.73	880.73	880.73	880.73
11	Total Reserves	-	-	-	5,963.65
12	Earning Per Share (EPS)(not annualised)				
	(a) Basic	(0.30)	(3.41)	0.19	(5.54)
	(b) Diluted	(0.30)	(3.41)	0.19	(5.54)



SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

S.No.	Particulars	(Rs. In lacs)			
		Quarter Ended		Year Ended	
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Audited	Unaudited	Audited
1	Segment Revenue (net sales/income from operations)				
	a) Consumer Electronics Division	4,008.70	5,392.61	3,414.30	17,108.41
	b) Wind Energy	178.80	44.88	195.88	474.95
	Net Sales / Income from Operations	4,187.50	5,437.49	3,610.18	17,583.36
2	Segment Results - (Profit / (Loss) before tax and interest from segment)				
	a) Consumer Electronics Division	(31.15)	222.67	93.42	387.68
	b) Wind Energy	128.59	(5.11)	146.90	272.88
	Total	97.44	217.56	240.32	660.56
	Less : i. Interest	183.47	180.42	163.44	702.67
	ii. Other un-allocable expenditure net of un-allocable income	79.49	55.91	74.56	283.00
	Profit from ordinary activities	(165.52)	(18.77)	2.32	(325.11)
3	Segment Assets				
	a) Consumer Electronics Division	12,683.10	13,721.25	10,228.49	13,721.25
	b) Wind Energy	1,471.96	1,500.75	1,599.66	1,500.75
	c) Un-allocable Segment Assets	2,493.00	2,522.37	2,755.62	2,522.37
	Total	16,648.06	17,744.37	14,583.77	17,744.37
4	Segment Liabilities				
	a) Consumer Electronics Division	3,034.89	4,016.40	926.83	4,016.40
	b) Wind Energy	26.51	78.02	32.66	78.02
	c) Un-allocable Segment Liabilities	6,769.31	6,804.84	6,267.42	6,804.84
	Total	9,830.71	10,899.26	7,226.91	10,899.26

Notes:

- Above financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in the meeting held on 9th August 2019 & these results have been reviewed by the Statutory Auditors of the company.
- Other expenses are not comparable because of impact of expected credit loss of trade receivables.
- Deferred tax includes Rs. 87.55 lacs on long term capital loss under Income Tax act on sale of shares of subsidiary company Salora Components Limited.
- The figures for the quarter ended March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the financial year
- Effective from April 1, 2019, the Company has adopted Ind AS 116 "Leases" using modified retrospective approach. Due to transition, the nature of expenses in respect of operating leases has changed from "lease rent" to "depreciation/amortisation cost" and "finance cost" for the right-to use assets and for interest accrued on lease liability respectively. The adoption of the standard did not have any material impact on the profit for the period as compared to previous periods.
- Previous quarters / year figures have been regrouped / reclassified wherever necessary to correspond with the current quarter classification and disclosures.



For SALORA INTERNATIONAL LIMITED

GOPAL SITARAM JIWARAJKA
CHAIRMAN & MANAGING DIRECTOR

Place : New Delhi.
Date : 9th August, 2019

SALORA INTERNATIONAL LIMITED

CINL74899DL1968PLC004962

Regd. office : D-13/4, Okhla Industrial Area, Phase-II, New Delhi-110020.
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EXTRACT OF THE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

Particulars	(Rs. In lacs)			
	Quarter Ended		Year Ended	
	30.06.2019 Unaudited	31.03.2019 Audited	30.06.2018 Unaudited	31.03.2019 Audited
Total Income from Operations	4,191.78	5,441.86	3,615.00	17,601.82
Net profit / (loss) for the period (before exceptional items and tax)	(165.52)	(18.77)	2.32	(325.11)
Net profit / (loss) for the period (after exceptional items and before tax)	(165.52)	(18.77)	2.32	(325.11)
Net profit / (loss) for the period after tax	(26.04)	(300.37)	16.87	(487.85)
Total comprehensive income for the period (comprising profit / (loss) for the period (after tax) and other comprehensive income (after tax))	(27.76)	(307.67)	17.01	(494.74)
Paid-up Equity Share Capital	880.73	880.73	880.73	880.73
Reserves as shown in the Balance Sheet of previous year	-	-	-	5,963.65
Earning per Share (of Rs. 10/- each) (not annualised)				
Basic	(0.30)	(3.41)	0.19	(5.54)
Diluted	(0.30)	(3.41)	0.19	(5.54)

Notes:

- Above financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in the meeting held on 9th August 2019 & these results have been reviewed by the Statutory Auditors of the company.
- The above is an extract of the detailed format of quarterly unaudited financial results filed with the Stock Exchange under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015. The full format of the quarterly unaudited financial results are available on the website of BSE www.bseindia.com and company's website www.salora.com.
- The company does not have exceptional and extraordinary items.

Place : New Delhi.
Date : 9th August, 2019



For SALORA INTERNATIONAL LIMITED

GOPAL SITARAM JIWARAJKA
CHAIRMAN & MANAGING DIRECTOR



Independent Auditor's Review Report on the Quarterly Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

Review Report to

The Board of Directors of Salora International Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Salora International Limited** for the quarter ended 30th June, 2019 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the regulations"), read with SEBI Circular No.CIR/CFD/CMD1/44/2019 dated March 29, 2019 (the Circular).
2. This statement, is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. Our responsibility is to express a conclusion on the statement 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 statement is free of material misstatement. A review is limited primarily to inquire of company personal 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 opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the regulation, read with the Circular, including the manner in which it is to be disclosed , or that it contains any material misstatement.

Emphasis of Matters:-

We draw attention to the following matters:-

- i) The Company's has inventories as at 30th June, 2019 of Rs. 5631.35 lakhs at cost. This includes old inventories against which provision of Rs 200.68 lakhs has been considered. The additional provision if any on inventories shall be accounted for at the time of disposal / realization.



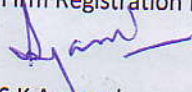
- ii) Contingent liabilities of Rs. 6482.77 lakhs reduced to Rs 5868.12 lakhs related to Sales tax, Excise duty, Income tax etc against which amount deposited Rs 862.40 lakhs which are contested by the company and pending before various forums. However management believes that based on legal advice, the outcome of these contingencies will be favorable and that outflow of economic resources is not probable.
- iii) The Company has material undisputed statutory dues recoverable of Sales tax of Rs 335.98 lakhs reduced to Rs.302.98 lakhs, Income tax Rs.109.82 lakhs, Service tax Rs.14.74 lakhs and Modvat Rs.7.82 lakhs has been considered good.
- iv) For deferred tax assets on unabsorbed depreciation, business losses, impairment provisions and capital losses etc. recognized net of deferred tax liability on account of difference in block of fixed assets amounting to Rs 1974.89 lakhs as at 30th June, 2019, as the management is confident for realization of the same.

Deferred tax assets of Rs.181.55 lakhs on business loss of Rs. 698.28 lakhs which shall expire by 31st March 2020, has been considered realizable as on 30th June 2019, as the management is hopeful for realization of the same in the subsequent quarters of the year.

- v) Pending confirmations / statement of accounts / follow up documents of old debit balances of certain trade payables and advances amounting to Rs. 64.34 lakhs have been considered good, as the management is hopeful of recovery of the same.

Our conclusion is not modified in respect of these matters stated above.

For **R Gopal & Associates**
Chartered Accountants
Firm Registration No.:000846C


S K Agarwal
Partner
Membership No. 093209
Place : New Delhi
Date: 09th August 2019
UDIN: 19093209AAAAAP1089

