



Salora International Ltd.

February 12, 2020

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 3rd quarter ended 31st December, 2019

Dear Sir,

Further to our letter dated 31.01.2020 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 3rd quarter ended 31st December, 2019 at its meeting held on today i.e. 12th February, 2020, scheduled from 11.30 A.M. to conclude around 2.50 P.M.

Please find enclosed herewith the followings -

- Un-audited Financial Results for 3rd quarter ended 31st December, 2019
- Limited Review Report on Un-audited Financial Results for 3rd quarter ended 31st December, 2019

Thanking you,

Yours faithfully,
for SALORA INTERNATIONAL LTD.


(GOPAL SITARAM JIWARAJKA)
CHAIRMAN & MANAGING DIRECTOR
DIN:00024325



Encl.: As above

SALORA INTERNATIONAL LIMITED

CINL74899DL1968PILC004962

Regd. office : D-13/4, Okhla Industrial Area, Phase-II, New Delhi-110020.
Visit us at www.salora.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2019

S.No.	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	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	INCOME							
(a)	Revenue from Operations	3,884.10	4,389.49	4,781.29	12,409.71	12,106.32	17,516.34	
(b)	Other Operating Income	0.07	0.01	0.73	51.46	39.55	67.02	
(c)	Other Income	3.57	3.38	4.30	11.23	14.09	18.46	
	Total Income	3,887.74	4,392.88	4,786.32	12,472.40	12,159.96	17,601.82	
2	EXPENSES							
a)	Cost of Materials Consumed	133.87	147.75	144.28	365.50	771.03	935.52	
b)	Purchases of Stock in Trade	3,271.39	4,097.26	4,484.21	11,038.60	10,192.63	15,353.77	
c)	Changes in inventories of finished goods, Stock-In-Trade and work-in-progress	331.63	(79.80)	(97.01)	426.83	24.10	(67.03)	
d)	Employee Benefits Expense	110.96	107.63	114.47	328.41	417.22	501.37	
e)	Finance Cost	206.69	209.45	195.38	611.24	551.59	743.01	
f)	Depreciation and Amortisation Expense	50.34	49.32	48.60	148.41	147.15	194.93	
g)	Other Expenses	194.25	130.04	116.47	399.09	362.58	265.36	
	Total expenses	4,299.13	4,661.65	5,006.40	13,318.08	12,466.30	17,926.93	
3	Profit / (loss) before exceptional items and tax	(411.39)	(268.77)	(220.08)	(845.68)	(306.34)	(325.11)	
4	Exceptional Items	-	-	-	-	-	-	
5	Profit / (loss) before tax	(411.39)	(268.77)	(220.08)	(845.68)	(306.34)	(325.11)	
6	Tax Expense :							
a)	Current Tax	73.56	234.90	(76.04)	168.98	(118.86)	162.74	
b)	Deferred Tax (refer note no. 2)	-	-	-	-	-	-	
7	Profit/(Loss) after Tax	73.56	234.90	(76.04)	168.98	(118.86)	162.74	
8	Other comprehensive income	(484.95)	(503.67)	(144.04)	(1,014.66)	(187.48)	(487.85)	
	a) Items that will not be reclassified to profit and loss							
	i) Actuarial gain / (loss) on remeasurement of defined benefit plans							
	ii) Income tax relating to the above	(2.50)	(2.50)	0.20	(7.50)	0.60	(10.01)	
9	Other comprehensive income (net of tax)	0.62	0.48	0.06	1.88	0.18	3.12	
10	Total comprehensive income (net of tax)	(1.88)	(2.98)	0.14	(5.62)	0.42	(6.89)	
11	Paid-up Equity Share Capital (face value Rs.10/- each)	(486.83)	(506.65)	(143.90)	(1,020.28)	(187.06)	(494.74)	
12	Total Reserves as shown in previous year	880.73	880.73	880.73	880.73	880.73	880.73	
	Earning Per Share (EPS)(not annualised)							
	(a) Basic	(5.51)	(5.72)	(1.64)	(11.52)	(2.13)	(5.54)	
	(b) Diluted	(5.51)	(5.72)	(1.64)	(11.52)	(2.13)	(5.54)	



SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

S.No.	Particulars	Quarter Ended				Nine Months Ended		Year Ended Audited
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018		
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited		
1	Segment Revenue (net sales/income from operations) a) Consumer Electronics Division b) Wind Energy Net Sales / Income from Operations	3,866.85 17.32 3,884.17	4,257.12 132.38 4,389.50	4,765.27 16.75 4,782.02	12,132.67 328.50 12,461.17	11,715.80 430.07 12,145.87	17,108.41 474.95 17,583.36	
2	Segment Results - (Profit / Loss) before tax and interest from segment a) Consumer Electronics Division b) Wind Energy Total Less : i. Interest ii. Other un-allocable expenditure net of un-allocable income Profit from ordinary activities	(94.78) (46.28) (141.06) 197.80 72.53 (411.39)	(76.98) 77.82 0.84 197.86 71.75 (268.77)	68.77 (33.79) 34.99 184.27 70.80 (220.08)	(202.91) 160.13 (42.78) 579.13 223.77 (845.68)	165.01 277.99 443.00 522.25 227.09 (306.34)	387.68 272.88 660.56 702.67 283.00 (325.11)	
3	Segment Assets a) Consumer Electronics Division b) Wind Energy c) Un-allocable Segment Assets Total	11,964.27 1,398.81 2,134.28 15,497.36	11,474.20 1,494.07 2,243.29 15,211.56	11,670.27 1,783.37 2,824.07 16,277.71	11,964.27 1,398.81 2,134.28 15,497.36	11,670.27 1,783.37 2,824.07 16,277.71	13,721.25 1,500.75 2,522.37 17,744.37	
4	Segment Liabilities a) Consumer Electronics Division b) Wind Energy c) Un-allocable Segment Liabilities Total	2,894.74 68.79 6,709.00 9,672.53	2,011.57 20.89 6,867.46 8,999.92	2,373.69 80.65 6,670.59 9,124.93	2,894.74 68.79 6,709.00 9,672.53	2,373.69 80.65 6,670.59 9,124.93	4,016.40 78.02 6,804.84 10,899.26	

1. The above unaudited financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in the meeting held on 12th February 2020 & these results have been reviewed by the Statutory Auditors of the company.

2(a). The Company elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. The Company, accordingly has recognized provision for Income Tax for quarter and for nine months ended 31st December, 2019, re-measured its Deferred Tax assets at the rate prescribed in the said section. The full impact of this change has been recognized in the Statement of Profit & Loss for September quarter including write off of deferred tax assets relating to earlier years of Rs. 302.70 lacs.

2(b) During the quarter, deferred tax assets has been reversed Rs. 175.74 lacs on unabsorbed business loss Rs. 698.26 lacs related to FY 2011-12, which shall be expiring by the end of this financial year.

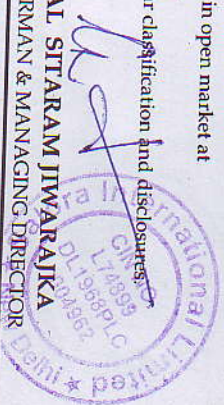
3) The company has made applications on Sabkavishwas (Legacy Dispute Resolution) Scheme, (SVLDRS) 2019 for settlement of the disputed Excise matters as on 30.06.2019. The Company has filed necessary form SVLDR -1 on 31.12.2019 and liabilities to be paid as per scheme Rs 1210.99 lakhs after availing the relief of the principal disputed amount i.e. Rs. 2435.21 lacs and penalty Rs. 2435.21 Lacs (Deposited Rs. 600 Lacs.) and full waiver of interest and penalties as per legacy scheme. The company is awaiting acceptance of the applications by the designated committee as on date. Company still have the option to pursue the cases with the Honble Supreme Court as per legal advice. The company shall consider the impact in the books, on actual exercise of the option. The said amount referred is part of contingent liabilities disclosure in the annual accounts in the past.

4. The Power Purchase Agreement with MSEDCCL for supply of power of wind energy has expired on 31st July 2019 and now company selling power in open market at reduced rate which has effected the revenue of current quarter / period. There is Loss in Wind Energy business in 3rd quarter due to seasonal nature.

5. Previous quarters / period/year figures have been regrouped / reclassified wherever necessary to correspond with the current quarter/period/year classification and disclosures.

Place : New Delhi.
Date : 12th February, 2020

GOPAL SITARAM JIWARAJKA
CHAIRMAN & MANAGING DIRECTOR



SALORA INTERNATIONAL LIMITED

CIN/L74899/DL/1968/PLC/004962

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 AND NINE MONTHS ENDED 31ST DECEMBER, 2019**

Particulars	Quarter Ended						(Rs. In lacs)
	31.12.2019		30.09.2019		31.12.2018		
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	
Total Income from Operations	3,887.74	4,392.88	4,786.32	12,472.40	12,159.96	17,601.82	
Net profit / (loss) for the period (before exceptional items and tax)	(411.39)	(268.77)	(220.08)	(845.68)	(306.34)	(325.11)	
Net profit / (loss) for the period (after exceptional items and before tax)	(411.39)	(268.77)	(220.08)	(845.68)	(306.34)	(325.11)	
Net profit / (loss) for the period after tax	(484.95)	(503.67)	(144.04)	(1,014.66)	(187.48)	(487.85)	
Total comprehensive income for the period (comprising profit / (loss) for the period (after tax) and other comprehensive income (after tax))	(486.83)	(506.65)	(143.90)	(1,020.28)	(187.06)	(494.74)	
Paid-up Equity Share Capital	880.73	880.73	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)	(5.51)	(5.72)	(1.64)	(11.52)	(2.13)	(5.54)	
Basic	(5.51)	(5.72)	(1.64)	(11.52)	(2.13)	(5.54)	
Diluted	(5.51)	(5.72)	(1.64)	(11.52)	(2.13)	(5.54)	

Notes:

- The above unaudited financial results have been reviewed by the Audit Committee and approved thereafter by the Board of Directors in the meeting held on 12th February 2020 & 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.
- (a) The Company elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. The Company, accordingly has recognized provision for Income Tax for quarter and for nine months ended 31st December, 2019, re-measured its Deferred Tax assets at the rate prescribed in the said section. The full impact of this change has been recognized in the Statement of Profit & Loss for September quarter including write off of deferred tax assets relating to earlier years of Rs. 302.70 lacs.
- (b) During the quarter, deferred tax assets has been reversed Rs. 175.74 lacs on unabsorbed business loss Rs. 698.26 lacs related to FY 2011-12, which shall be expiring by the end of this financial year.
- The company has made applications on Sabkayishwas (Legacy Dispute Resolution) Scheme, (SVLDRS) 2019 for settlement of the disputed Excise matters as on 30.06.2019. The Company has filed necessary form SVLDR -1 on 31.12.2019 and liabilities to be paid as per scheme Rs 1210.99 lakhs after availing the relief of the principal disputed amount i.e. Rs. 2435.21 lacs and penalty Rs. 2435.21 Lacs (Deposited Rs. 600 Lacs) and full waiver of interest and penalties as per legacy scheme. The company is awaiting acceptance of the applications by the designated committee as on date. Company still have the option to pursue the cases with the Honble Supreme Court as per legal advice ; the company shall consider the impact in the books, on actual exercise of the option. The said amount referred is part of contingent liabilities disclosure in the annual accounts in the past.
- The Power Purchase Agreement with MSEDCL for supply of power of wind energy has expired on 31st July 2019 and now company selling power in open market at reduced rate which has effected the revenue of current quarter / period. There is Loss in Wind Energy business in 3rd quarter due to seasonal nature.
- The company does not have exceptional and extraordinary items.

Place : New Delhi.

Date : 12th February, 2020

GOPAL SITARAM JIVARAJKA
CHAIRMAN & MANAGING DIRECTOR





R. GOPAL & ASSOCIATES

CHARTERED ACCOUNTANTS

G- 1, Ground Floor, South Extension-II, New Delhi-110049

Ph.: 011- 41649623, 41649624, 41649625, 41649626

Independent Auditor's Review Report on the Quarterly and Year to Date 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
Salora International Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Salora International Limited ("the Company") for the quarter ended December 31, 2019 and year to date from April 01, 2019 to December 31, 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 "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 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. 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 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 misstatements. 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.
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 listing regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matters:-

We draw attention to the following matters:-

- i) The Company's has inventories as at 31st December, 2019 of Rs. 5083.90 lakhs at cost. This includes old inventories against which provision of Rs 214.70 lakhs has been considered. The additional provision if any on inventories shall be accounted for at the time of disposal / realization.



- ii) The company has made applications on Sabka Vishwas (Legacy Dispute Resolution) Scheme, (SVLDRS) 2019 for settlement of the disputed Excise matters of Rs. 2435.21 lakhs and Penalty also Rs. 2435.21 lakhs there on demanded by excise authorities related to financial year 1993-1994 to 2003-2004 which the company is contesting before the Honorable Supreme Court which was pending as on 30.6.2019. The Company has filed necessary form SVLDR -1 on 31.12.2019 and liabilities to be paid as per scheme Rs 1210.99 lakhs. Pre deposit amount as on 30.06.2019 Rs 600.00 lakhs. The company is awaiting acceptance of the application by the designated committee as of date. Company still have the option to pursue the cases with the Hon'ble Supreme Court as per legal advice, the company shall consider the impact in the books, on actual exercise of the option. (Refer note no 3 to the Statement).
- iii) Contingent liabilities of Rs. 5871.60 lakhs (Includes Rs 4870.42 lakhs for which company opted for SVLDRS 2019 as referred above (ii) of EOM) related to Sales tax, Excise duty, Income tax etc. against which amount deposited Rs 868.72 lakhs (Includes Rs 600 lakhs for SVLDRS 2019 as referred above (ii) of EOM) 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.
- iv) The Company has material undisputed statutory dues recoverable of Sales tax of 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.
- v) 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 1667.53 lakhs as at 31st December, 2019, as the management is confident for realization of the same.
- vi) Pending confirmations / statement of accounts / follow up documents of old debit balances of certain trade payables and advances amounting to Rs. 72.56 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

M.No - 093209

UDIN: 20093209AAAAAG3078



Place: Delhi

Date: 12.02.2020