

Thejo Engineering Limited

REGISTERED OFFICE

41, Cathedral Road,
Chennai 600 086.
India

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thejo@thejo-engg.com
www.thejo-engg.com

28th May, 2018



The Manager,
Listing Department,
The National Stock Exchange of India Limited,
Exchange Plaza,
Bandra Kurla Complex (Bandra East),
Mumbai – 400 051.

Dear Sir,

Sub: Financial Results for the half year and year ended 31st March, 2018

Scrip Code: Thejo – EQ (SM)

Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, we are enclosing herewith the Audited Financial Results (Standalone and Consolidated) of the Company for the half-year and year ended 31st March, 2018 as reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held today. The Auditor's Report for Financial Results (Standalone and Consolidated) for the half-year and year ended 31st March, 2018 and the declaration with respect to unmodified opinion in the Audit Report are also enclosed herewith.

The Board Meeting concluded at 2:35 PM *L.*

Kindly acknowledge receipt.

Yours faithfully,

For THEJO ENGINEERING LIMITED


V.A. GEORGE

MANAGING DIRECTOR

DIN 01493737

Corporate Identification Number : L27209TN1986PLC012833

Works : Irulipattu Village, Alinjivakkam Post, Ponneri Taluk, Chennai - 600 067. Tel: +91 44 27984342

Thejo Engineering Limited

Regd Off: No.41, Cathedral Road, Chennai 600 086

CIN: L27209TN1986PLC012833 Ph:044-42221900 Fax:044-42221910 Email:investor@thejo-engg.com Website:www.thejo-engg.com

Standalone and Consolidated Financial Results for the half-year and year ended 31st March, 2018

Particulars	Rs. in Lakhs									
	6 Months Ended 31-03-2018	Previous 6 Months Ended 30-09-2017	Corresponding 6 Months in the previous year ended 31-03-2017	Current Year ended 31-03-2018	Previous Year ended 31-03-2017	6 Months Ended 31-03-2018	Previous 6 Months Ended 30-09-2017	Corresponding 6 Months in the previous year ended 31-03-2017	Current Year ended 31-03-2018	Previous Year ended 31-03-2017
	Standalone Audited	Standalone Audited	Standalone Audited	Standalone Audited	Standalone Audited	Consolidated UnAudited	Consolidated UnAudited	Consolidated UnAudited	Consolidated Audited	Consolidated Audited
I Revenue from Operations	9524.75	7900.55	7930.98	17425.30	14960.03	11878.81	10215.49	9596.15	22094.30	18102.82
II Other Income	57.54	82.07	48.97	139.61	111.50	24.68	52.97	13.65	77.66	34.10
III Total Revenue (I+II)	9582.29	7982.62	7989.93	17564.91	15101.53	11903.50	10268.46	9609.80	22171.96	18136.92
IV Expenses										
a. Cost of Materials consumed	1789.49	1414.20	1460.66	3203.69	2735.38	2634.41	1828.65	1873.58	4563.05	3521.78
b. Purchase of stock-in-trade	540.16	82.39	682.85	632.55	853.07	540.16	92.39	682.85	632.55	853.07
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	-64.30	264.41	17.40	200.11	63.45	-183.76	322.12	-97.31	138.35	-43.18
d. Employee benefits expense	3203.93	2975.50	2771.12	6179.43	5291.75	3960.58	3829.62	3440.91	7819.21	6914.26
e. Finance Cost	274.95	263.08	291.55	338.03	362.50	282.53	276.88	297.03	559.42	574.56
f. Depreciation and amortisation expense	203.15	172.14	206.28	375.29	381.99	294.80	246.97	273.07	541.77	554.82
g. Other expenses	2817.99	2354.52	2141.95	5172.51	4060.84	3431.80	2779.07	2566.93	6210.88	4853.24
Total Expenses	8765.37	7536.24	7571.81	16301.61	14276.78	10989.52	9475.71	9037.06	20465.23	17208.57
V Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)	816.92	446.38	417.12	1263.30	822.75	913.98	792.75	572.74	1706.73	928.35
VI Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
VII Profit/(Loss) before extraordinary items and tax (V-VI)	816.92	446.38	417.12	1263.30	822.75	913.98	792.75	572.74	1706.73	928.35
VIII Extraordinary Items	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
IX Profit before tax (VII-VIII)	816.92	446.38	417.12	1263.30	822.75	913.98	792.75	572.74	1706.73	928.35
X Tax expenses	227.25	165.29	144.44	392.54	261.86	231.35	165.29	144.44	396.64	310.69
(a) Current Tax	218.56	196.19	155.80	414.75	283.52	220.93	196.19	155.79	417.12	283.51
(b) Deferred Tax	8.69	30.90	-11.36	-22.21	-21.66	10.42	-30.90	-11.35	-20.46	27.18
XI Profit (Loss) for the period from continuing operations (IX-X)	589.66	281.09	272.68	870.76	560.89	682.63	627.46	428.30	1310.09	617.66
XII Profit/(Loss) from discontinuing operations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
XIII Tax expense on discontinuing operations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
XIV Profit/(Loss) from Discontinuing operations (after tax) (XII-XIII)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
XV Profit (Loss) for the period (XI+XIV)	589.66	281.09	272.68	870.76	560.89	682.63	627.46	428.30	1310.09	617.66
XVI Share of Profit/(Loss) of associates	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
XVII Transfer to Minority Interest	NA	NA	NA	NA	NA	63.81	140.88	81.80	204.69	41.80
XVIII Consolidated Net Profit/(Loss) for the period (XV+XVI-XVII)	589.66	281.09	272.68	870.76	560.89	618.83	486.58	346.50	1105.40	575.86
XIX Paid up equity share capital (Face Value of Rs. 10/- each)	343.36	343.36	343.36	343.36	343.36	343.36	343.36	343.36	343.36	343.36
XX Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year				7065.30	6474.13				5249.88	4630.11
XXI Earnings Per Equity Share (EPS) of face value of Rs. 10/- each fully paid (before and after extraordinary item) (not annualised)										
(a) Basic	17.17	8.19	7.95	25.36	16.34	18.02	14.17	10.09	32.19	16.77
(b) Diluted	17.17	8.19	7.95	25.36	16.34	18.02	14.17	10.09	32.19	16.77

Notes:

- The Board of Directors have recommended a dividend of Rs. 4/- (Rupees Four only) per equity share of face value of Rs. 10/- each for the year ended 31st March, 2018 for the approval of the Members. Provision for Dividend recommended and dividend distribution tax thereon have not been made in the books in line with Accounting Standard 4 notified by the Ministry of Corporate Affairs.
- The figures for the six months ended 31st March, 2018 have been arrived at by deducting the figures for the six months ended 30th September, 2017 from the figures of the year ended 31st March, 2018.
- The consolidated financial statements for the year ended 31st March, 2018 have been prepared based on the audited financial statements of the subsidiaries, Thejo Hitecon Industrial Services Company, Thejo Australia Pty Ltd, Thejo Brasil Comercio E Servicos Ltda and Thejo Engineering Latinamerica SpA, for the year ended 31st March, 2018.
- In line with the accounting policy, the Company has not considered Deferred Tax Asset in respect of its subsidiaries in the consolidated financial results.
- The above financial results have been approved by the Board of Directors of the Company at their meeting held on 28th May, 2018, after review by the Audit Committee. The standalone and consolidated financial results have been audited by M/s. Brahmaya & Co, Chartered Accountants, the Statutory Auditors of the Company.
- The Board of Directors at their meeting held on 28th May, 2018, have approved the shifting of the Registered Office of the Company from Aysal Building, 41, Whites Road, Chennai 600014 to VDS House, 41, Cathedral Road, Chennai 600086.

Investor Complaints:

- | | |
|--|-----|
| pending at the beginning of the half-year | Nil |
| received during the half-year | Nil |
| disposed during the half-year | Nil |
| remaining unresolved at the end of the half-year | Nil |

Figures for the previous periods have been regrouped/reclassified, where necessary, to conform to the figures of the current period.



9. Statement of Assets and Liabilities										Rs. in Lakhs	
										As at	As at
										31-03-2018	31-03-2017
										Standalone	Standalone
										Audited	Audited
										Consolidated	Consolidated
										Audited	Audited
A. EQUITY AND LIABILITIES											
1 Shareholders' funds											
(a) Share capital										343.36	343.36
(b) Reserves and surplus										7813.88	7065.30
(c) Money received against share warrants										0.00	0.00
Sub-total - Shareholders' funds										8157.24	7408.66
2 Share application money pending allotment										0.00	0.00
3 Minority Interest										0.00	0.00
4 Non-current liabilities											
(a) Long-term borrowings										373.82	467.24
(b) Deferred tax liabilities (net)										0.00	0.00
(c) Other long-term liabilities										0.00	0.00
(d) Long-term provisions										0.00	0.00
Sub-total - Non-current liabilities										373.82	467.24
5 Current liabilities											
(a) Short-term borrowings										1812.15	3240.63
(b) Trade payables										1697.91	1240.75
(c) Other current liabilities										2381.10	1652.29
(d) Short-term provisions										345.98	250.48
Sub-total - Current liabilities										6237.14	6384.13
TOTAL - EQUITY AND LIABILITIES										14768.20	14260.03
B. ASSETS											
1 Non-current assets											
(a) Fixed assets											
(i) Tangible Assets										2284.05	1938.81
(ii) Intangible Assets										14.75	22.83
(a) Capital Work in Progress										126.62	106.37
(iv) Intangible Assets under development										0.00	0.00
(b) Non-current investments										1954.57	1954.64
(c) Deferred tax assets (net)										39.75	17.54
(d) Long-term loans and advances										609.51	1097.75
(e) Other non-current assets										0.00	0.00
Sub-total - Non-current assets										5029.25	5138.14
2 Current assets											
(a) Current investments										0.00	0.00
(b) Inventories										1665.03	1675.47
(c) Trade receivables										6247.98	5627.79
(d) Cash and cash equivalents										530.33	619.50
(e) Short-term loans and advances										1195.61	1185.16
(f) Other current assets										0.00	13.95
Sub-total - Current assets										9738.95	9121.89
TOTAL - ASSETS										14768.20	14260.03
										15188.45	13797.17



10. Segment Results											Rs. In Lakhs
	Previous		Corresponding 6 Months in the		Previous		Corresponding 6 Months in the				
	6 Months Ended 31-03-2018	6 Months Ended 30-09-2017	previous year ended 31-03-2017	Current Year ended 31-03-2018	Previous Year ended 31-03-2017	6 Months Ended 31-03-2018	6 Months Ended 30-09-2017	previous year ended 31-03-2017	Current Year ended 31-03-2018	Previous Year ended 31-03-2017	
	Standalone Audited	Standalone Audited	Standalone Audited	Standalone Audited	Standalone Audited	Consolidated UnAudited	Consolidated UnAudited	Consolidated UnAudited	Consolidated Audited	Consolidated Audited	
Segment Revenue											
a) Manufacturing Units	4420.78	3810.60	4147.57	8231.38	7415.78	4420.78	3810.60	4147.57	8231.38	7415.78	
b) Service Units	4811.15	4602.01	4013.44	9413.16	8053.03	7278.15	6934.92	5873.05	14213.07	11518.57	
c) Others	1584.46	472.43	1158.69	2056.89	1798.84	1892.80	745.48	1295.73	2638.28	2080.33	
Total	10816.39	8885.04	9319.70	19701.43	17267.65	13591.73	11491.00	11316.35	25082.73	21014.68	
Less: Inter-segment Revenue	1291.64	884.49	1379.74	2276.13	2277.62	1712.92	1275.51	1720.20	2966.43	2911.85	
Net Sales/Income from Operations	9524.75	7900.55	7939.96	17425.30	14990.03	11678.81	10215.49	9596.15	22094.30	18102.83	
Segment Results before interest and tax											
a) Manufacturing Units	1007.60	703.28	808.66	1710.88	1376.69	1007.60	703.28	808.66	1710.88	1376.69	
b) Service Units	622.93	669.76	464.65	1292.69	1038.68	816.88	1117.35	736.00	1934.23	1388.16	
c) Others	242.76	10.90	60.30	253.66	139.47	188.70	-39.57	-11.07	149.13	-13.81	
Total	1873.29	1383.94	1333.61	3257.23	2554.85	2013.18	1781.06	1533.58	3794.24	2751.04	
Less:											
i) Interest	274.95	263.08	291.55	538.03	562.30	282.53	276.89	297.03	559.42	574.56	
ii) Other unallocable expenses (net of unallocable income)	781.42	674.48	624.94	1455.90	1169.80	816.67	711.42	663.82	1528.09	1248.13	
Total Profit before tax	816.92	446.38	417.12	1263.30	822.75	913.98	792.75	572.74	1706.73	928.35	
Segment Assets											
a) Manufacturing Units				5919.77	5209.79				5919.77	5209.79	
b) Service Units				4892.48	3605.12				8042.00	6516.71	
c) Others				884.21	250.11				1246.99	383.66	
d) Unallocated				3071.73	5194.01				-22.31	1686.81	
Segment Liabilities											
a) Manufacturing Units				1613.06	789.89				1613.06	789.89	
b) Service Units				1220.49	319.35				3338.31	2738.27	
c) Others				257.23	78.73				817.42	298.53	
d) Unallocated				3520.18	5663.40				2844.35	4377.24	
Capital Employed											
a) Manufacturing Units				4306.71	4419.50				4306.71	4419.50	
b) Service Units				3672.00	3286.77				4703.69	3778.44	
c) Others				626.98	171.38				431.57	85.33	
d) Unallocated				-448.45	-469.39				-2866.67	-2690.43	
Total				8157.24	7408.66				8575.30	5583.24	

By Order of the Board

V.A. George
Managing Director
DIN: 01493737

Place: Chennai
Date: 28th May, 2018



AUDITORS REPORT ON HALF-YEARLY AND YEAR TO DATE STANDALONE FINANCIAL RESULTS OF THEJO ENGINEERING LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATION, 2015

To
The Board of directors,
Thejo Engineering Limited,
Chennai

We have audited the accompanying Statement of Financial Results of Thejo Engineering Limited (“the Company”) for the half year ended and year ended March 31, 2018 (“the Statement”), being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“the Listing Regulations, 2015”). This Statement, which is the responsibility of the Company’s Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the company’s Management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us the statement:

- i. is presented in accordance with the requirement of the Listing Regulations, 2015; and
- ii. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended March 31, 2018.



The comparative corresponding figures for year ended March 31, 2017 and half-year ended March 31, 2017 included in the statement are based on the previously issued standalone financial results that were audited by the predecessor auditors who expressed an unmodified opinion vide their audit report dated 27th May 2017 have been furnished to us and relied upon by us for the purpose of our opinion on the financial statements.

The statement includes the results for the half year ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures upto the half year ended September 30, 2017 which were audited by us.

Place: Chennai

Date: 28th May 2018.

For Brahmayya & Co.,
Chartered Accountants
Firm Regn.No.000511S



P. Babu
Partner

Membership No.203358

AUDITORS REPORT ON HALF-YEARLY AND YEAR TO DATE CONSOLIDATED FINANCIAL RESULTS OF THEJO ENGINEERING LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATION, 2015

To

The Board of directors,
Thejo Engineering Limited,
Chennai

We have audited the accompanying Statement of Consolidated Financial Results of Thejo Engineering Limited ("the Company") for the half year ended and year ended March 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations, 2015"). This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the company's Management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of four subsidiaries, whose financial statements reflect total assets of Rs 3618.56 lakhs as at 31st March, 2018, total revenues of Rs.5420.71 lakhs and net cash inflow amounting to Rs. 63.87 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.



In our opinion and to the best of our information and according to the explanations given to us the statement:

- i. Include the financial results of the following entities:

HOLDING COMPANY
1. Thejo Engineering Limited
SUBSIDIARY COMPANIES
1. Thejo Hatcon Industrial Services Company – Saudi Arabia
2. Thejo Australia Pty Ltd - Australia
3. Thejo Brasil Comercio E Servicos Ltda - Brazil
4. Thejo Engineering Latino America SpA - Chile

- ii. is presented in accordance with the requirement of the Listing Regulations, 2015; and
- iii. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended March 31, 2018.

The comparative corresponding figures for year ended March 31, 2017 and half-year ended March 31, 2017 included in the statement are based on the previously issued consolidated financial results that were audited by the predecessor auditors who expressed an unmodified opinion vide their audit report dated 27th May 2017 have been furnished to us and relied upon by us for the purpose of our opinion on the financial statements.

The statement includes the results for the half year ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures upto the half year ended September 30, 2017 which were reviewed by us.

Place: Chennai

Date: 28th May 2018.

For Brahmayya & Co.,
Chartered Accountants
Firm Regn.No.000511S



P.Babu
Partner
Membership No.203358

Thejo Engineering Limited

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India

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28th May, 2018

National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E),
Mumbai 400051.

Dear Sir/Madam,

Sub: Declaration with respect to the Audited Financial Results
(Standalone and Consolidated) for the year ended 31st March, 2018 – Reg
Ref: Our Scrip Code THEJO – EQ (SM)

Pursuant to Regulation 33 (3) (d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any modifications thereof), we hereby declare that the statutory auditors have given unmodified opinion (s) in their Audit Reports with respect of the Financial Results (Standalone and Consolidated) for the half year and year ended 31st March, 2018, which has been approved by the Board of Directors at their Meeting held on today i.e., 28th May, 2018.

Kindly acknowledge receipt.

With thanks,
Yours truly,
For Thejo Engineering Limited,


V. A GEORGE
MANAGING DIRECTOR
DIN: 01493737

Corporate Identification Number : L27209TN1986PLC012833

Works : Irulipattu Village, Alinjivakkam Post, Ponneri Taluk, Chennai - 600 067. Tel: +91 44 27984342