

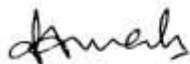
**Limited Review Report****Review Report to  
The Board of Directors  
Swelect Energy Systems Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Swelect Energy Systems Limited ('the Company') for the quarter ended June 30, 2016 (the "Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016. 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 the Statement based on our review.
2. We conducted our review 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 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.
3. 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 applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting 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, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm registration number: 101049W /E300004

**per Subramanian Suresh**  
Partner

Membership No.: 087673

Place: Chennai

Date: September 7, 2016



**SWELECT ENERGY SYSTEMS LIMITED**

Registered & Corporate Office: 'SWEES HOUSE' 5, Sir P.S. Sivasamy Salai, Mylapore, Chennai - 600 004.  
**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2016**

Rs. In Lakhs

Sl. No	Particulars	June 30, 2016 (Unaudited)	June 30, 2015 (Unaudited Refer Note c)
	(i)	(ii)	(iii)
	<b>Income from operations</b>		
	(a) Net Sales / Income from operations	3,399.69	7,128.24
	(b) Other operating income	110.44	167.89
1	<b>Total income from operations (net)</b>	<b>3,510.13</b>	<b>7,296.13</b>
	<b>Expenses</b>		
	a Cost of materials consumed	1,993.00	6,180.84
	b Purchases of stock- in- trade	351.60	17.22
	c Changes in inventories of finished goods, work- in- progress and stock- in- trade	427.79	(253.94)
	d Employee benefits expense	283.97	265.16
	e Depreciation and amortisation expense	260.25	278.64
	f Other expenses	613.49	532.86
2	<b>Total Expenses</b>	<b>3,930.10</b>	<b>7,020.78</b>
3	<b>Profit / (Loss) from operations before other income and finance costs and exceptional items (1-2)</b>	<b>(419.97)</b>	<b>275.35</b>
4	Other Income	1,139.35	769.59
5	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+/-4)</b>	<b>719.38</b>	<b>1,044.94</b>
6	Finance Cost	132.91	261.39
7	<b>Profit / (Loss) from ordinary activities after finance costs, but before exceptional items (5+/-6)</b>	<b>586.47</b>	<b>783.55</b>
8	Exceptional items		
9	<b>Profit / (Loss) from ordinary activities before tax (7+/-8)</b>	<b>586.47</b>	<b>783.55</b>
10	Tax expenses	199.00	268.35
11	<b>Net Profit / (Loss) from ordinary activities after tax (9+/-10)</b>	<b>387.47</b>	<b>515.20</b>
	<b>Other Comprehensive Income (net of tax)</b>	<b>0.40</b>	<b>0.46</b>
	<b>Total Comprehensive Income</b>	<b>387.87</b>	<b>515.66</b>
	<b>Paid-up Equity share Capital</b>		
	Equity shares of Rs.10/- each	101.06	101.06
	<b>Earning Per Share (EPS) of Rs.10/- each</b>		
	Basic & Diluted	3.83	5.10

**NOTES :**

a) The above Standalone results were reviewed by the Audit committee and approved by the Board of Directors at its meeting held on September 7, 2016. The Statutory auditors of the Company have conducted a "Limited Review" of the above Unaudited Standalone Financial Results for the Quarter ended June 30, 2016.

b) In compliance with the Ministry of Corporate Affairs (MCA) Notifications dated 16th February, 2016, announcing the Companies (Indian Accounting Standards) Rules 2015 ('Ind AS'), the Company has prepared its standalone financial statements adopting Ind AS with effect from 1st April 2016 (with transition date of 1st April, 2015). Based on SEBI circular CIR/CFD/FAC/62/2016 dated 5th July, 2016, the Company has opted not to present the result of the previous periods/year ended March 31, 2016 under Ind AS.

c) The financial statements for the quarter ended June 2015 prepared in accordance with Ind AS have not been audited or reviewed by the auditors however the management has exercised necessary due diligence to ensure that the financial statements provide a true and fair view of the Company's affairs.



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**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2016**

Rs. In Lakhs

d) The Board of Directors of the Company at its meeting held on 16 December 2015 approved a Scheme of Arrangement ("the Scheme") enabling the merger of one of its subsidiary, namely HHV Solar Technologies Limited ("HHV") with the Company, with effect from 1 April 2015 ("Appointed Date"). The Scheme of Arrangement has been approved by SEBI, the shareholders and creditors of the Company. Pending approval of the Hon'ble Madras High Court, which is considered prefatory under the requirement of 'IND AS 103 Business Combination', the effect of the above scheme has been given to the standalone results of the current quarter and the quarter ended June 30, 2015.

The impact of the above merger on the standalone results is as below:

Particulars	Quarter ended June 30, 2015
Standalone Profit after tax of Swelect Energy Systems for the quarter ended June 30, 2015 (As published)	1,302.11
Add: Adjustment on account of Merger	
i) Standalone Loss for HHV Solar Technologies Limited for the quarter ended June 30, 2015	(170.32)
ii) Inter-company adjustments	(71.01)
<b>Adjusted Profit after tax of the merged entity for the quarter ended June 30, 2015</b>	<b>1,060.78</b>

e) Reconciliation of Net profit on account of other IND AS Adjustments for the quarter ended June 30, 2015

Particulars	Quarter ended June 30, 2015
Net profit for the quarter (As per point (d) above)	1,060.78
i) Effect of fair valuation of Financial Instruments	(1,527.80)
ii) Re-classification of actuarial gains to Other Comprehensive Income	(0.46)
iii) Effect of accounting for service concession agreements	566.45
iv) Deferred tax	416.23
Net profit for the quarter under IND AS	<b>515.20</b>
iv) Other comprehensive Income	0.46
<b>Total Comprehensive Income for the Quarter</b>	<b>515.66</b>

f) The business of the company falls under a single primary segment i.e "Solar and other related activities" for the purpose of IND AS 108.

g) Figures of the earlier period, wherever necessary, have been regrouped to conform with those of the current periods.

By order of the board

R. Chellappan  
Managing Director

Place : Chennai

Date : September 07, 2016



