

Press Release**(29th April, 2014)****F14 PBT at Rs. 97.8 crores up by 23%****Board Recommends 350% Dividend**

Mumbai, 29th April, 2014: The Board of Directors of Swaraj Engines Limited (SEL) today announced the audited financial results for the quarter and year ended 31st March, 2014.

FY 2013-2014

Driven by strong growth in engine supplies to Swaraj Division of Mahindra & Mahindra, fiscal 2014 stands out as the best year in terms of both sale volumes and profit. On its highest ever engine sales of 74,062 units (last year 57,377), the Company registered an impressive growth of 27% in Net Operating Revenue to reach Rs. 608.3 crores, compared to Rs. 479.0 crores in the previous year. Timely completion of capacity expansion in last year helped the Company to take full advantage of enhanced demand.

With an overall focus on cost control, while the Profit Before Tax (before exceptional items of Rs. 1.1 crores) for the year reached Rs. 98.9 crores (last year Rs. 79.5 crores) – a growth of 24%, post exceptional items, PBT stood at Rs. 97.8 crores

Profit After Tax for the year at Rs. 67.0 crores (last year Rs. 55.4 crores) has translated into an earning per share of Rs. 53.95 (last year Rs. 44.61).

Q4 (Jan. – Mar. 14)

As strong engine demand continued in Q4 as well, sales grew by 41% to 19,265 units from 13,686 units in the corresponding period of last year. Consequently, Company's net operating revenue grew 39%, reaching Rs. 159.4 crores compared to last year's Rs. 114.5 crores.

While the Profit Before Interest & Tax (PBIT) for the fourth quarter at Rs. 21.5 crores (last year Rs. 14.2 crores) grew by 52%, due to lower interest earnings and other income of Rs. 4.0 crores (last year Rs. 5.8 crores) during the quarter, Profit Before Tax grew by 28% to reach Rs. 25.5 crores (last year Rs. 19.9 crores) – the highest ever quarterly profit.

Dividend

The Board, while approving the annual accounts, has recommended an equity dividend of 150% (Rs.15.00 per share) for the financial year ended 31st March, 2014. Following its Investor friendly approach and keeping in view of Company's surplus cash position, the Board, over and above the said normal dividend, has continued with special dividend payment of 200% (Rs. 20.00 per share) for F14 as well, taking the total dividend to 350% (Rs. 35.00 per share) for the FY 2013-14 as against 330% (including a special dividend of 200%) paid last year.



About Swaraj Engines Ltd.

Swaraj Engines Limited (SEL) was set up in 1985 in Mohali, Punjab. SEL is in the business of supplying engines to the Swaraj Division of Mahindra & Mahindra Ltd. (M&M). The Company is also a supplier of hi-tech engine components to SML Isuzu Ltd.

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