SEL Manufacturing Company Limited
Regd. Office: 274, Dhandari Khurd, G.T. Road, Ludhiana 141014 (Punjab)
Tel.: +91-161-6611111 Fax: +91-161-6611112 Website: www.selindia.in
[CIN: L51909PB2000PLC023679]
Statement of Unaudited Financial Results for the Quarter Ended June 30, 2016

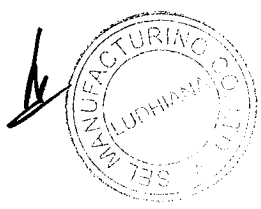
(Rs. in Lacs)

Sr. No	Particulars	Standalone	
		Unaudited Quarter Ended 30/06/2016	**Unaudited Quarter Ended 30/06/2015**
1	Income from operations		
	a) Net sales/income from operations	44834.89	52584.25
	b) Other operating income	0.00	0.00
	Total income from operations (net)	**44834.89**	**52584.25**
2	Expenses		
	a) Cost of material consumed	29738.02	32315.77
	b) Purchase of stock-in-trade	0.00	484.34
	c) Changes in inventories of finished goods , work in progress and stock in trade	7427.53	-347.99
	d) Employee benefits expenses	2651.29	2901.09
	e) Depreciation and amortisation expenses	6847.01	7091.61
	f) Other expenses	7445.87	9698.14
	Total expenses	**54109.72**	**52142.96**
3	Profit(+)/Loss(-) from operations before other income, finance cost and exceptional items (1-2)	-9274.83	441.29
4	Other income	3323.89	1419.31
5	Profit(+)/Loss(-) from ordinary activites before finance cost & exceptional items (3+4)	-5950.94	1860.60
6	Finance cost	9393.93	7832.35
7	Profit(+)/Loss(-) from ordinary activites after finance cost but exceptional items(5-6)	-15344.87	-5971.75
8	Exceptional Items	7363.97	11434.23
9	**Profit (+)/ Loss (-) from ordinary activities before tax (7±8)**	**-22708.84**	**-17405.98**
10	Tax Expense	-4019.35	-5586.28
11	Net Profit (+)/ Loss (-) from ordinary activities after tax (9-10)	-18689.49	-11819.70
12	Extraordinary items (net of tax expenses_____Lakhs)	0.00	0.00
13	**Net Profit (+)/ Loss (-) for the period (11±12)**	**-18689.49**	**-11819.70**
14	Other Comprehensive Income	0.00	0.00
15	Total Comprehensive Income(+)/Loss(-) for the period (13+14)	**-18689.49**	**-11819.70**
16	**Paid-up equity share capital of Rs. 10/- each**	**33134.70**	**33134.70**
17	Earning per share (EPS) (in Rs.) (not annualised)		
	a) Basic	B- (5.64)	B- (3.57)
	b) Diluted	D- (5.64)	B- (3.57)

Notes:

1 The above results are reviewed by the Audit Committee and taken of record at the meeting of the Board of Directors on 12.09.2016. A limited review of the financial results for the quarter ended June 30, 2016 have been carried out by the Statutory Auditors. The financial results and other information for the quarter ended June 30, 2015 have not been audited or reviewed by the Statutory Auditors. However the management has exercised necessary due diligence to ensure that the unaudited financial results provide a true and fair view of the company's affairs.

2 The Company had opted for CDR of its Debt in November, 2013. The CDR package was approved by the competent authority in June, 2014 and implemented by lenders in September, 2014. The credit facilities envisaged & sanctioned under CDR package were not fully released by the lenders which resulted in sub-optimum utilization of manufacturing facilities and the company could not complete one of its spinning project where substantial amount was already incurred. The company has accumulated losses of Rs. 227.08 crores as at June 30, 2016 resulting net worth reduced to Rs. 528.59 crores. Also the company is facing cash flow mismatch and is not servicing debt obligations as per the terms of CDR package sanctioned earlier. The Company's Management is of the view that the company is an operative Company and will be able to meet its obligations to lenders, In view of the same the financial statements have prepared on a going concern basis



3 Exceptional items are adjusted in the Statement of Profit and Loss in accordance with IND-AS Rules.

4 The statement of unaudited standalone financial results for the quarter ended June 30, 2016 has been prepared in accordance with Indian Accounting Standard (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the companies (Indian Accounting Standards) Rules, 2016. The Company adopted Ind-AS from April. 2016, and accordingly theses financial results have been prepared in accordance with the recognition and measurement principles in Ind-AS 34 -Interim Financial Reporting, presecribed under section 133 of the Companies Act, 2013 (the 'Act') read with the relevant rules issued thereunder.

5 The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.

6 Reconciliation of Net Profit as previously reported on account of transition from the previous Indian GAAP to Ind AS for the quarter ended 30th June, 2015

	(Rs. In Crores)
Net Profit/(Loss) for the period under previous Indian GAAP	**(41.51)**
Add: Ind AS Adjustments	
Impact of measuring investments at fair value through profit and loss	(114.34)
Depreciation and Amortization	(0.22)
Tax Impact	37.87
Net Profit/(Loss) as per Ind AS	**(118.20)**

7 Figures relating to the previous period have been regrouped/rearranged, whereever necessary to make them comparable with those of the current period.

For and on behalf of Board of Directors

Neeraj Saluja
Managing Director

Date: 12.09.2016
Place: Ludhiana

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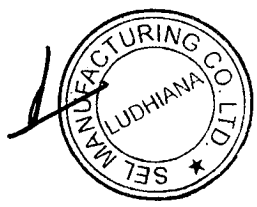
Statement of Consolidated Unaudited Financial Results for the Quarter Ended June 30, 2016

(Rs. in Lacs)

Sr. No	Particulars	Consolidated	
		Unaudited Quarter Ended 30/06/2016	**Unaudited Quarter Ended 30/06/2015**
1	Income from operations		
	a) Net sales/income from operations	56845.52	64995.77
	b)Other operating income	0.00	0.00
	Total income from operations	**56845.52**	**64995.77**
2	Expenses		
	a) Cost of material consumed	40764.76	42909.49
	b) Purchase of stock-in-trade	0.00	484.34
	c) Changes in inventories of finished goods , work in progress and stock in trade	7981.64	-2881.23
	d) Employee benefits expenses	3244.52	3590.11
	e) Depreciation and amortisation expenses	9144.49	9320.81
	f) Other expenses	9406.55	12109.00
	Total expenses	**70541.96**	**65532.52**
3	Profit(+)/Loss(-)from operations before other income, finance cost and exceptional	-13696.44	-536.75
4	Other income	4284.69	2536.49
5	Profit(+)/Loss(-) from ordinary activites before finance cost & exceptional items (3+4)	-9411.75	1999.74
6	Finance cost	13306.94	11721.92
7	Profit(+)/Loss(-) from ordinary activites after finance cost but exceptional items(5-6)	-22718.69	-9722.18
8	Exceptional Items	0.00	0.00
9	**Profit (+)/ Loss (-) from ordinary activities before tax (7±8)**	**-22718.69**	**-9722.18**
10	Tax Expense	-4067.04	-3083.33
11	Net Profit (+)/Loss(-)from ordinary activities after tax (9-10)	-18651.65	-6638.85
12	Extraordinary items (net of tax expenses_____Lakhs)	0.00	0.00
13	**Net Profit (+)/ Loss (-) for the period (11±12)**	**-18651.65**	**-6638.85**
14	Share of profit/(loss) of associates	0.00	0.00
15	Minority Interest	-0.67	-0.32
16	**Net Profit (+)/ Loss (-) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)**	**-18650.98**	**-6638.53**
17	Other Comprehensive Income	**0.00**	**0.00**
18	**Total Comprehensive Income(+)/Loss(-) for the period (13+14)**	**-18650.98**	**-6638.53**
19	**Paid-up equity share capital of Rs. 10/- each**	**33134.70**	**33134.70**
20	Earning per share (EPS) (in Rs.) (not annualised)		
	a) Basic	B- (5.63)	B- (2.00)
	b) Diluted	D- (5.63)	D- (2.00)

Notes:

1 The above results are reviewed by the Audit Committee and taken of record at the meeting of the Board of Directors on 12.09.2016. A limited review of the financial results for the quarter ended June 30, 2016 have been carried out by the Statutory Auditors. The financial results and other information for the quarter ended June 30, 2015 have not been audited or reviewed by the Statutory Auditors. However the management has exercised necessary due diligence to ensure that the unaudited financial results provide a true and fair view of the company's affairs.



2 The holding and one of its subsidiary Company had opted for CDR of its Debt in the year 2013-14. The CDR package was approved by the competent authorities and implemented by lenders. However, the credit facilities envisaged and sanctioned under CDR package were not released by the lenders to the said companies, which resulted in sub-optimum utilization of manufacturing facilities. Due to non-disbursement of funds the said companies could not complete their spinning projects where substantial amounts were already incurred. All this has led to adverse financial performance and substantial erosion in net worth of the said companies. The Companies have discussed the matter with the lenders and taken up request for release of funds with Management of respective banks. Due to these efforts it is hopeful that the funds would be released in near future thereby improving the operational efficiency and thus the companies will be able to meet their obligations to lenders, In view of the same the financial statements have prepared on a going concern basis.

3 The statement of unaudited consolidated financial results for the quarter ended June 30, 2016 has been prepared in accordance with Indian Accounting Standard (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the companies (Indian Accounting Standards) Rules, 2016. The Company adopted Ind-AS from April, 2016, and accordinglying theses financial results have been prepared in accordance with the recognition and measurement principles in Ind-AS 34 -Interim Financial Reporting, presecribed under section 133 of the Companies Act, 2013 (the 'Act') read with the relevant rules issued thereunder.

4 Reconciliation of Net Profit as previously reported on account of transition from the previous Indian GAAP to Ind AS for the quarter ended 30th June, 2015

	(Rs. In Crores)
Net Profit/(Loss) for the period under previous Indian GAAP	**(59.41)**
Add: Ind AS Adjustments	
Depreciation and Amortization	(0.22)
Other Ajustments	(10.34)
Tax Impact	3.59
Net Profit/(Loss) as per Ind AS	**(66.38)**

5 The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.

6 Figures relating to the previous period have been regrouped/rearranged, whereever necessary to make them comparable with those of the current period.

For and on behalf of Board of Directors

Neeraj Saluja
Managing Director

Date: 12.09.2016
Place: Ludhiana