

February 09, 2022

BSE Limited
Department of Corporate Services
Floor 25, P. J. Towers,
Dalal Street,
Mumbai-400 001.

National Stock Exchange of India Limited
Listing Department
Registered Office: "Exchange Plaza",
C-1, Block G, Bandra – Kurla Complex,
Bandra (E), Mumbai – 400 051.

Scrip Code: 532051

Scrip Code: SWELECTES

Dear Sir / Madam,

Sub: Outcome of the Board Meeting held on February 09, 2022

1. Unaudited Financial Results for the quarter and nine months ended 31st December, 2021

Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("LODR"), the Board of Directors at their meeting held today, approved the Unaudited Standalone and Consolidated Financial Results for the quarter and nine months ended 31st December 2021 in respect of which we enclose the following as prescribed under Regulation 33 of the Listing Regulations:

- Standalone financial results for the quarter and nine months ended 31st December 2021;
- Consolidated financial results for the quarter and nine months ended 31st December 2021;
- Limited Review Report of M/s. Deloitte Haskins & Sells, Chartered Accountants LLP, Statutory Auditors on the Standalone and Consolidated financial results for the quarter and nine months ended 31st December 2021.

Pursuant to Regulation 47 of the LODR and SEBI Circular, we would be publishing an extract of the standalone and consolidated financial results in the prescribed format in English and Tamil Newspapers within the prescribed time. The details of the standalone and consolidated financial results of the Company would be available on the website of the Company www.swelectes.com as well as on the websites of the stock exchanges.

2. Pursuant to Disclosure of events or Information under sub-regulation {4} of regulation {30} of Securities and Exchange Board of India {Listing Obligations and Disclosure Requirements} Regulations, 2015 in respect of which we enclose the following:

Approval for Issuance of Postal Ballot Notice to the Shareholders regarding Material Related Party Transaction with SWELECT Renewable Energy Private Limited (Subsidiary Company)

SWELECT Renewable Energy Private Limited (SREPL) having its Registered Office at "SWELECT House", No.5, Sir P.S.Sivasamy Salai, Mylapore, Chennai - 600004, is a Subsidiary of Swelect Energy Systems Limited and thus SREPL is a related party within the meaning of Section 2(76) of the Act, and Regulation 2(1)(zb) of the Listing Regulations.



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The above said subsidiary was incorporated on 23.6.2021 to set up the Solar Power Plant under the Group Captive Generation Scheme and the construction of solar power plant by the said subsidiary is under process. Swelect Energy Systems Limited has entered into transactions with SREPL for Sale and Purchase of goods /materials (Sale of solar panels and its allied products) and services and Leasing of properties to the above subsidiary company to aid the construction/operations of solar plant.

Considering the quality in supply of goods and rendering of services by the Holding Company, the above transactions are in the interest of both SREPL and the Holding Company. In addition, the Holding Company is a Bloomberg's Tier 1 module manufacturer globally.


The above transactions are falling within the meaning of Related Party Transactions in terms of the provisions of the Act and the Listing Regulations and are well within the limit as prescribed under SEBI (Listing Regulations). However, the Company proposed to enter into transactions with the above related party for Sale and Purchase of goods /materials (Sale of solar panels and its allied products) and services and Leasing of properties on arm's length basis to an aggregate value (including the transactions already entered) up to ₹ 50.00 Crore for the financial year 2021-22, which is as per the criteria mentioned in the Listing Regulations is considered as 'Material' and therefore requires approval of the Members of the Company.

It was decided to obtain approval of the shareholders through Postal Ballot. Therefore, the draft Notice of Postal Ballot was placed for approval to be circulated to the members. The Postal Ballot Notice was approved by the Board at its their meeting held today, i.e. 09.02.2022. The Cut-off date (record date) was fixed on 4th February 2022 and the voting period begins 12th February 2022 (9:00 Hours IST) and ends on 13th March 2022 (17:00 Hours IST). The Board of Directors of the Company (the Board) has appointed KRA & Associates, Practicing Company Secretaries, Chennai, as the Scrutinizer, at its meeting held on 9th February 2022, for conducting the voting through "electronic means" in a fair and transparent manner. Further, to enable the shareholders to cast their votes electronically the Company has engaged the services of Central Depository Services (India) Limited for the purpose of providing remote e-voting facility.

The meeting commenced at 3.00 p.m. and ended at 5.50 p.m.

We request you to kindly take on record the above intimation.

Thanking you,
Yours faithfully,
For SWELECT Energy Systems Limited


R. Chellappan
Managing Director

Enc.: as above



SWELECT ENERGY SYSTEMS LIMITED
Corporate Identity Number: L93090TN1994PLC028578
Registered & Corporate Office: 'SWELECT HOUSE' 5, Sir P.S. Sivasamy Salai, Myslapore, Chennai - 600 004.
Email: cg.ird@swelectes.com, Website: www.swelectes.com, Tel: +91 44 2499 3266, Fax: +91 44 2499 5179
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2021

(Rs. in Lakhs except EPS)

S.No	PARTICULARS	Quarter ended			Nine Months ended		Year ended
		31 December 2021	30 September 2021	31 December 2020	31 December 2021	31 December 2020	31 March 2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations (Refer Note 4)	7,914.13	1,295.34	3,034.29	13,613.69	9,782.95	18,453.22
	Other income	557.06	773.12	891.40	2,114.69	2,747.90	3,279.04
	Total Income	8,471.19	4,068.46	3,925.69	15,928.38	12,530.85	21,732.26
	Expenses						
	a. Cost of Materials Consumed (Refer Note 3)	4,349.57	3,627.28	1,830.14	10,213.90	3,649.04	6,397.44
	b. Purchase of Stock-in-Trade	1,846.40	784.56	384.78	2,722.61	421.66	3,882.10
	c. (Increase)/Decrease in Inventories of Finished goods, Work-in-progress and Stock-in-Trade	(2,010.90)	(2,774.54)	(646.01)	(5,340.14)	858.78	1,200.48
	d. Employee Benefits Expense	365.32	317.57	290.70	1,010.35	766.14	1,217.53
	e. Depreciation and Amortisation Expense	428.99	450.48	393.98	1,266.36	1,137.79	1,547.79
	f. Finance Costs (Refer Note 3)	468.18	456.19	324.49	1,578.29	886.06	1,249.12
	g. Other Expenses	1,279.11	742.11	797.36	2,840.48	2,297.58	3,115.65
2	Total Expenses	6,726.67	3,603.65	3,375.44	14,091.85	10,017.05	18,610.11
3	Profit before Exceptional Item and Tax (1-2)	1,744.52	464.81	550.25	1,836.53	2,513.80	3,122.15
4	Exceptional Item (Refer Note 2)	-	-	-	-	-	(691.00)
5	Profit before Tax Expense (3+4)	1,744.52	464.81	550.25	1,836.53	2,513.80	2,431.15
6	Tax expense:						
	(i) Current Tax	-	-	-	-	-	-
	(ii) Deferred Tax	-	-	-	-	-	-
	Total Tax Expense	-	-	-	-	-	-
7	Net Profit after Tax Expense (5-6)	1,744.52	464.81	550.25	1,836.53	2,513.80	2,431.15
8	Other Comprehensive Income						
	A i) Items that will not be reclassified to profit or loss	-	-	-	-	-	(0.40)
	ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income/(Loss) for the period	-	-	-	-	-	(0.40)
9	Total Comprehensive Income for the period (7+8)	1,744.52	464.81	550.25	1,836.53	2,513.80	2,430.75
10	Paid up Equity share Capital (Face value of Rs.10/- each)	1,515.88	1,515.88	1,515.88	1,515.88	1,515.88	1,515.88
11	Reserves (Other Equity)	-	-	-	-	-	66,580.11
12	Earnings/(Loss) Per Share (EPS) of Rs.10/- each (not annualised)						
	(a) Basic	11.51	3.07	3.63	12.12	16.58	16.04
	(b) Diluted	11.51	3.07	3.63	12.12	16.58	16.04

1. The unaudited standalone financial results for the quarter and nine months ended 31 December 2021 have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") as prescribed under Section 133 of the Companies Act, 2013 ("the Act"), which has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 09 February 2022. The Statutory Auditors of the Company have conducted a "Limited Review" of the above unaudited standalone financial results for the Quarter and nine months ended 31 December 2021.

2. The Company has Investments (net) aggregating Rs.7,186.18 lakhs (As at 31 March 2021 Rs.7,186.18 lakhs) and loans aggregating Rs.4,820.87 lakhs (As at 31 March 2021 Rs.4,523.97 lakhs) relating to two operating subsidiaries of the Company which have erosion of networth as per the unaudited financial results as at 31 December 2021. During the previous year ended 31 March 2021, the Company had carried out a detailed assessment of the recoverability of its investments and loans duly considering revenue projections of the subsidiaries based on the most recent long-term forecasts, resultant cash flows which includes likely impact on account of lockdowns due to spread of COVID-19 pandemic such as discount rate, growth rate used in projection period as well as significant estimates and judgements involving certain new projects and expected clearances and approvals from relevant authorities. All of these estimates and judgements have inherent uncertainties and the actual results may differ from that estimated as at the date of the Balance sheet. The estimation of revenue projections is based on the Management's assessment of probability of securing new businesses in the future, duly considering uncertainties arising on account of the COVID-19 pandemic to the extent known. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of these financial results dependent on circumstances that evolve in the future.

During the previous year ended 31 March 2021, the Company based on the assessment, made a provision for diminution in the value of investment relating to one of the subsidiaries for Rs.691 lakhs and disclosed the same as an exceptional item in the standalone financial statements/results of the Company for the quarter and year ended 31 March 2021. The Management has concluded that the carrying value of the investments, net of the above provision, and loans are recoverable duly considering the expected future business projections as at 31 December 2021, as there has been no significant change in the results of the operations and cashflows during the quarter and nine months period from what was previously estimated.

3. In respect of certain imports where the Company was exempt from payment of import duties earlier, based on professional advice obtained and its assessment, the Company has paid import duties amounting to Rs.800.34 lakhs along with an interest of Rs.192.50 lakhs on such imports upto the current period. Consequently, the company has charged off an amount of Rs.401.78 lakhs to profit and loss with respect to items sold and capitalized/inventorised the balance amount to the extent relates to PP&E/Inventories for the nine months period ended 31 December 2021.

4. During the current quarter, the Company has recognised income to the extent of Rs.1,211.05 lakhs on sale and accrual of REC Certificates upon resumption of the trading of REC Certificates on the Indian Energy Exchange.

5. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables and property, plant and equipment. In developing the assumptions relating to the possible future uncertainties in the global economic conditions, the Company has, as at the date of approval of these standalone financial results, used internal and external sources of information, including economic forecasts and estimates from market sources, on the expected future performance of the Company. On the basis of evaluation and current indicators of future economic conditions, the Company expects to recover the carrying amounts of these assets and does not anticipate any impairment to these financial and non-financial assets. However, the impact assessment of COVID-19 is a continuing process, given the uncertainties associated with its nature and duration. More recently, the next wave of the pandemic has impacted India and other countries. The Company will continue to monitor any material changes to future economic conditions.

6. 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.

7. The previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

8. The Standalone Financial Results are also available on the website of the Company www.swelectes.com and on the Stock Exchange websites www.bseindia.com and www.nseindia.com.

Place : Chennai
Date : 09 February 2022



For and on behalf of the Board

R. Challeppan
Managing Director
DIN:00016958

SWELECT ENERGY SYSTEMS LIMITED
Corporate Identity Number: L93090TN1994PLC028578
Registered & Corporate Office: 'SWELECT HOUSE' 5, Sir P.S. Sivasamy Salai, Mylapore, Chennai - 600 004.
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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2021

S.No	PARTICULARS	Quarter ended			Nine months ended		
		31 December 2021	30 September 2021	31 December 2020	31 December 2021	31 December 2020	Year ended 31 March 2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Income						
	Revenue from operations (Refer Note 5)	11,321.90	6,665.13	5,860.58	23,215.78	17,398.41	25,253.61
	Other income	396.54	620.77	921.28	1,611.27	2,634.91	2,985.18
1	Total Income	11,718.44	7,285.90	6,781.86	24,827.05	20,033.32	28,238.79
	Expenses						
a.	Cost of Materials Consumed (Refer Note 4)	5,417.38	5,445.26	2,740.00	14,076.45	6,289.62	9,078.99
b.	Purchase of Stock-in-Trade	1,847.36	850.30	381.78	2,797.32	577.01	1,430.15
c.	Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade	(1,967.81)	(3,295.27)	(661.78)	(6,071.96)	616.82	1,028.41
d.	Employee Benefits Expense	711.88	651.63	608.23	1,999.79	1,645.69	2,526.20
e.	Depreciation and Amortisation Expense	817.97	760.63	707.05	2,271.88	2,086.39	2,813.57
f.	Finance Costs (Refer Note 4)	599.41	519.52	477.47	1,859.73	1,318.98	1,775.87
g.	Other Expenses	2,258.53	1,829.17	1,629.96	5,659.70	4,404.80	6,143.62
2	Total Expenses	9,684.72	6,761.24	5,882.71	22,592.91	16,939.31	24,796.81
3	Profit before Exceptional Item and Tax (1-2)	2,033.72	524.66	899.15	2,234.14	3,094.01	3,441.98
4	Exceptional Item (Refer Note 3)	-	-	-	-	-	(691.00)
5	Profit before Tax Expense (3+4)	2,033.72	524.66	899.15	2,234.14	3,094.01	2,750.98
6	Tax expense:						
	(i) Current Tax	151.83	3.10	18.06	185.27	90.08	190.96
	(ii) Deferred Tax (includes of MAT credit)	14.83	18.29	(9.61)	36.83	(47.30)	(51.57)
7	Total Tax Expense	166.66	21.39	8.45	222.10	42.78	147.39
8	Net Profit after Tax Expense (5-6)	1,867.06	503.27	890.70	2,012.04	3,051.23	2,603.59
9	Other Comprehensive Income						
	A i) Items that will not be reclassified to profit or loss - Re-measurement gains on defined benefit plans	-	-	-	-	-	12.35
	ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	(2.36)
	B i) Items that will be reclassified to profit or loss - Exchange differences on translation of foreign operations	(38.70)	299.62	(128.41)	363.00	24.91	(185.36)
	ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income/(Loss) for the period	(38.70)	299.62	(128.41)	363.00	24.91	(175.37)
9	Total Comprehensive Income for the period (7+8)	1,828.36	802.89	762.29	2,375.04	3,076.14	2,428.22
	Profit/(Loss) attributable to:						
	Owners of the Parent	1,880.25	500.32	-	2,022.28	-	2,608.09
	Non-Controlling interests	(13.19)	2.95	-	(10.24)	-	(4.50)
	Total Comprehensive Income/(Loss) attributable to:						
	Owners of the Parent	1,841.55	799.94	-	2,385.28	-	2,432.72
	Non-Controlling interests	(13.19)	2.95	-	(10.24)	-	(4.50)
10	Paid up Equity share Capital (Face value of Rs.10/- each)	1,515.88	1,515.88	1,515.88	1,515.88	1,515.88	1,515.88
11	Reserves (Other Equity excluding revaluation reserve)						72,372.42
12	Earnings Per Share (EPS) of Rs.10/- each (not annualised)						
	(a) Basic	12.32	3.32	5.88	13.27	20.13	17.18
	(b) Diluted	12.32	3.32	5.88	13.27	20.13	17.18

1. The unaudited consolidated financial results for the quarter and nine months ended 31 December 2021 have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") which has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 09 February 2022. The Statutory Auditors of the Group have conducted a "Limited Review" of the above unaudited consolidated financial results for the Quarter and nine months ended 31 December 2021.

2. The consolidated results for the quarter ended 30 September 2021, quarter and nine months ended 31 December 2021, 31 December 2020 and for the year ended 31 March 2021 include the results of the Group's wholly owned subsidiaries/ step down subsidiaries:

- Amex Alloys Private Limited
- Swelect Green Energy Solutions Private Limited
- Swelect Energy Systems Pte. Limited
- Swelect Power Systems Private Limited
- Swelect Solar Energy Private Limited
- KJ Solar Systems Private Limited
- Noel Media & Advertising Private Limited
- Swelect Inc., USA
- Swelect Sun Energy Private Limited (w.e.f. 29 December 2020)
- Swelect HHV Solar Photovoltaics Private Limited (w.e.f.03 May 2021)
- SWEES Employees Welfare Trust
- Swelect Renewable Energy Private Limited (w.e.f.23 June 2021)

3. In the case of two subsidiary companies which have erosion of networth, the Group carries property, plant and equipment (net) aggregating Rs.8,330.09 lakhs relating to two operating subsidiaries of the Group, as per the standalone financial statements of those two subsidiaries as at 31 December 2021. The Group had, as at 31 March 2021, assessed the recoverability of its property, plant and equipment duly considering revenue projections based on most recent long-term forecasts, resultant cash flows using an appropriate discount rate as well as significant estimates and judgements involving certain new projects, clearances and approvals coming through. All of these estimates and judgements have inherent uncertainties and the actual results may differ from that estimated as at the date of the Balance sheet. The estimation of revenue projections is based on the management's assessment of probability of securing new businesses in the future, duly considering adverse business impact and uncertainties arising on account of the COVID-19 pandemic to the extent known. The impact of COVID-19 on the Group's financial results may differ from that estimated as at the date of approval of these financial results dependent on circumstances that evolve in the future.

Based on the assessment, the Group had made a provision for impairment of property plant and equipment in its financial statements for the year ended 31 March 2021 to the extent of Rs. 691 Lakhs, which is disclosed in the consolidated results as an exceptional item. The Management has concluded that the carrying value of the property, plant and equipment and intangible assets are recoverable duly considering the expected future recoverable value as at 31 December 2021, as there has been no significant change in the results of operations and cash flows during the quarter from what was previously estimated.

4. In respect of certain imports where the Group was exempt from payment of import duties earlier, based on professional advice obtained and its assessment, the Group has paid import duties amounting to Rs 800.34 lakhs along with an interest of Rs 192.50 lakhs on such imports upto the current period. Consequently, the Group has charged off an amount of Rs 401.78 lakhs to profit and loss with respect to items sold and capitalized/inventorised the balance amount to the extent relates to PP&E/Inventories for the nine months period ended 31 December 2021.

5. During the current quarter, the Group has recognised income to the extent of Rs.1,802.72 lakhs on sale and accrual of REC Certificates upto the end of the quarter. The Group has also recognised income on trading of REC Certificates on the Indian Energy Exchange.



SWELECT ENERGY SYSTEMS LIMITED

Corporate Identity Number: L93090TN1994PLC028578

Registered & Corporate Office: 'SWELECT HOUSE' 5, Sir P.S. Sivasamy Salai, Mylapore, Chennai - 600 004.

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2021

(Rs. in Lakhs)

- 6 The business of the group has been segregated into segments for the purpose of Ind AS 108 is as stated below:
Unaudited Consolidated Segment wise Revenue, Results and Capital Employed

PARTICULARS	Quarter ended			Nine months ended		Year ended
	31 December 2021	30 September 2021	31 December 2020	31 December 2021	31 December 2020	31 March 2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
SEGMENT REVENUE:						
Solar Energy Systems / Services	8,352.98	3,875.21	3,115.09	14,924.52	10,753.12	15,871.17
Foundry	3,185.52	2,914.28	2,856.13	8,704.08	6,891.20	9,750.63
Less: Inter segment Revenue	(216.60)	(124.36)	(110.64)	(412.82)	(245.91)	(368.19)
Total Revenue from Operations	11,321.90	6,665.13	5,860.58	23,215.78	17,398.41	25,253.61
SEGMENT RESULTS:						
Solar Energy Systems / Services	2,147.44	298.08	5.72	2,185.21	1,121.74	1,738.37
Foundry	89.15	125.33	449.62	297.39	656.34	494.30
Total Segment Results	2,236.59	423.41	455.34	2,482.60	1,778.08	2,232.67
Add/(Less) :						
Other Income	396.54	620.77	921.20	1,611.27	2,634.91	2,985.18
Interest and other financial charges	(599.41)	(519.52)	(477.47)	(1,059.73)	(1,318.98)	(1,775.87)
Profit before tax	2,033.72	524.66	899.15	2,234.14	3,094.01	3,441.98
Exceptional item (Refer Note 3)						(691.00)
Income Taxes	(166.66)	(21.39)	(8.45)	(222.10)	(42.78)	(147.39)
Profit After Tax	1,867.06	503.27	890.70	2,012.04	3,051.23	2,603.59
SEGMENT ASSETS:						
Solar Energy Systems / Services	67,759.73	62,206.11	60,134.85	67,759.73	60,134.85	59,468.19
Foundry	11,369.29	11,175.16	9,821.20	11,369.29	9,821.20	10,570.40
Unallocable #	52,216.23	50,940.97	37,671.84	52,216.23	37,671.84	49,408.72
Total	1,31,345.25	1,24,322.24	1,07,627.89	1,31,345.25	1,07,627.89	1,19,447.31
SEGMENT LIABILITIES:						
Solar Energy Systems / Services	9,351.00	6,787.88	5,779.63	9,351.00	5,779.63	4,845.25
Foundry	4,113.70	4,121.90	3,387.70	4,113.70	3,387.70	4,004.60
Unallocable #	40,703.64	38,412.96	23,553.52	40,703.64	23,553.52	35,689.36
Total	54,168.34	49,322.74	32,720.85	54,168.34	32,720.85	44,539.21
SEGMENT CAPITAL EMPLOYED:						
(SEGMENT ASSETS-SEGMENT LIABILITIES)						
Solar Energy Systems / Services	58,408.73	55,418.23	54,355.22	58,408.73	54,355.22	54,622.94
Foundry	7,255.59	7,053.26	6,433.50	7,255.59	6,433.50	6,565.80
Unallocable #	11,512.59	12,528.01	14,116.32	11,512.59	14,118.32	13,719.36
Total	77,176.91	74,999.50	74,907.04	77,176.91	74,907.04	74,908.10

Unallocable assets and liabilities include all tax assets and liabilities (including deferred tax) and such balances, being investments, investment property, cash and bank balances and borrowings, which are used interchangeably between segments/unallocable.

- 7 The Group has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables and property, plant and equipment. In developing the assumptions relating to the possible future uncertainties in the global economic conditions, the Group has, as at the date of approval of these standalone financial results, used internal and external sources of information, including economic forecasts and estimates from market sources, on the expected future performance of the Group. On the basis of evaluation and current indicators of future economic conditions, the Group expects to recover the carrying amounts of these assets and does not anticipate any impairment to these financial and nonfinancial assets. However, the impact assessment of COVID-19 is a continuing process, given the uncertainties associated with its nature and duration. More recently, the next wave of the pandemic has impacted India and other countries. The Group will continue to monitor any material changes to future economic conditions.

- 8 The previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification / disclosure.

- 9 The consolidated financial results are also available on the website of the Parent company www.swelectes.com and on the Stock Exchange websites www.bseindia.com and www.nseindia.com.

For and on behalf of the Board

R. Chellappan
Managing Director
DIN:00016958



Place : Chennai
Date : 09 February 2022

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF 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 and nine months ended 31 December 2021 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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 stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note 2 of the standalone financial results, which describes the management's assessment of the carrying value of investments and loans & advances given to two subsidiaries on account of erosion of net worth in those subsidiaries.

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The Company has also taken into consideration the adverse business impact and uncertainties arising from COVID 19 pandemic. Such estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from the full impact of the COVID 19 pandemic.

Our conclusion on the Statement is not modified in respect of this matter.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



C Manish Muralidhar
(Partner)
(Membership No. 213649)
UDIN: 22213649AAZRSG3626

Place: Hyderabad
Date: 9 February 2022

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED
FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF SWELECT ENERGY SYSTEMS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **SWELECT ENERGY SYSTEMS LIMITED** ("the Parent" or "the Company") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and nine months ended 31 December 2021 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Parent:

Swelect Energy Systems Limited

Subsidiaries:

- i. Amex Alloys Private Limited (subsidiary of the Company)
- ii. Swelect Energy Systems Pte. Limited (subsidiary of the Company)
- iii. Swelect Green Energy Solutions Private Limited (subsidiary of the Company)
- iv. Swelect Power Systems Private Limited (subsidiary of the Company)
- v. Swelect Solar Energy Private Limited (subsidiary of the Company)
- vi. KJ Solar Systems Private Limited (subsidiary of (v) above)

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- vii. Noel Media & Advertising Private Limited (subsidiary of (v) above)
- viii. Swelect Inc., USA (subsidiary of the Company)
- ix. SWEES Employees Welfare Trust
- x. Swelect Sun Energy Private Limited (subsidiary of the Company)
- xi. Swelect HHV solar Photovoltaics Private Limited (subsidiary of the Company)
- xii. Swelect Renewable Energy Private Limited (subsidiary of the Company)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 3 of the unaudited consolidated financial results, which describes the Management's assessment of impairment of property, plant and equipment and other intangible assets in two operating subsidiaries on account of erosion of net worth in those subsidiaries.

The Group has also taken into consideration the adverse business impact and uncertainties arising from COVID 19 pandemic. Such estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from the full impact of the COVID 19 pandemic.

Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the interim financial results of 3 subsidiaries included in the consolidated unaudited financial results, whose interim financial results reflect, total assets of Rs. 31,146.14 lakhs as at 31 December 2021, total revenue of Rs. 4,008.53 lakhs and Rs. 8,765.97 lakhs for the quarter and nine months ended 31 December 2021 respectively, total net profit after tax of Rs. 387.38 lakhs and Rs. 451.31 lakhs for the quarter and nine months ended 31 December 2021 respectively, total comprehensive income of Rs. 387.38 lakhs and Rs. 451.31 lakhs for the quarter and nine months ended 31 December 2021 respectively, as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of these matters.

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8. The consolidated unaudited financial results include the interim financial results of 8 subsidiaries (including 2 stepdown subsidiaries) which have not been reviewed by their auditors, whose interim financial results reflect total assets of Rs. 14,285.34 lakhs as at 31 December 2021, total revenues of Rs. 259.53 and Rs. 612.35 lakhs for the quarter and nine months ended 31 December 2021 respectively, total net loss after tax of Rs. 97.64 lakhs and Rs. 13.38 lakhs for the quarter and nine months ended 31 December 2021 respectively, total comprehensive loss of 97.64 lakhs and Rs. 13.38 lakhs for the quarter and nine months ended 31 December 2021 respectively, as considered in the Statement. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the Management.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



C Manish Muralidhar
Partner
(Membership No. 213649)
UDIN: 22213649AAZSMM6142

Place: Hyderabad
Date: 9 February 2022