



# SPEL Semiconductor Limited

*an IC Assembly & Test Company*

M/s BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street-  
Mumbai- 400001.

06-01-2021

Dear Sirs,

Scrip Code:517166

**Sub: Compliance as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Pursuant to Regulation 33 of Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), we are submitting herewith the Audited Financial Results for the Second Quarter and Half year ending 30-09-2020

Please take the above on record.

**THANKING YOU,  
FOR SPEL SEMICONDUCTOR LIMITED,  
S/d  
[D.Balakrishnan]  
CHIEF EXECUTIVE OFFICER & DIRECTOR**

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF UNAUDITED FINANCIAL RESULTS FOR THE  
QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020****TO THE BOARD OF DIRECTORS OF SPEL SEMICONDUCTOR LIMITED**

1. I have reviewed the Unaudited Financial Results of **SPEL SEMICONDUCTOR Limited** (the "Company") for the quarter and half year ended September 30, 2020 (the "financial results") which are included in the accompanying "Statement of Unaudited Financial Results for the quarter and six months ended September 30, 2020" (the "Statement"). The Statement has been prepared by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time. ('the Listing Regulations').
2. This Statement which is the responsibility of the Company's Management and approved by the 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. I 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. This Standard requires that I 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 provides less assurance than an audit. I have not performed an audit and, accordingly, I do not express an audit opinion.
4. The Company has made profits for the year ended March 31, 2020. However, the Company has incurred losses and generated negative cash flows for the quarter and half year ended September 30, 2020 and during the earlier years which indicate existence of material uncertainty in the Company's ability as a going concern for a reasonable period of time. I draw attention to Note 5 in the Statement of financial results of the Company. The Company is apparently dependent on the infusion of sufficient funds and reconstruction of the operations Based on the fund infused and the business plans of the management, the Company is reasonably expected to carry on the operations on going concern basis. My conclusion is not modified in respect of this matter.
5. Based on my review conducted as stated above, nothing has come to my attention that causes us to believe that the accompanying Statement, prepared in all material aspects in accordance with the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# K. NANDHISWARAN

B.Sc.,FCA.,FCS.,ACIS(UK).,DISA.,CISA.,CISSP.,CFE.,  
Chartered Accountant

# 40A, First Circular Road, Jawahar Nagar  
Chennai - 600 082. Mob : 98400 75145  
E-mail : nandhiswaran@hotmail.com

6. I draw your attention to Note 4 to the Statement which explains the uncertainties and the management's assessment of the financial impact due to lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve. Our conclusion is not modified in respect of this matter.

*K. Nandhiswaran*

**K. Nandhiswaran**

Chartered Accountant

Membership No. 207644

UDIN: 21207644AAAAAC4796

January 06, 2021

Chennai



STATEMENT OF ASSETS AND LIABILITIES ( Refer Note 6)		
Particulars	(All amount Rs.in lakhs)	
	As at September 30, 2020	As at March 31, 2020
	Un Audited	Audited
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment	11,497.15	11,711.14
Intangible assets	0.39	0.61
Financial Assets		
Others	65.62	65.62
Tax assets (net)	27.32	23.48
	11,590.48	11,800.86
Current assets		
Inventories	1,053.71	1,059.99
Financial Assets		
(i) Trade Receivables	3,786.70	3,197.92
(ii) Cash and cash equivalents	9.94	2.35
(iii) Bank balances other than (ii) above	-	2.69
(iv) Others	49.48	55.88
Contract assets	1,927.63	1,927.63
Other current assets	137.14	126.24
	6,964.60	6,372.70
<b>TOTAL</b>	<b>18,555.08</b>	<b>18,173.56</b>
<b>EQUITY AND LIABILITIES</b>		
Equity		
Equity Share capital	4,613.25	4,613.25
Other Equity	3,152.29	3,289.93
	7,765.54	7,903.18
Liabilities		
Non-current liabilities		
Financial liabilities		
(i) Borrowings	1,647.57	1,647.57
(ii) Other financial liabilities	113.36	109.93
Provisions	416.77	421.28
Deferred tax liabilities (net)	2,108.22	2,126.34
Other non current liabilities	110.17	113.59
	4,396.09	4,418.72
Current liabilities		
Financial liabilities		
(i) Borrowings	1,194.50	1,112.90
(ii) Trade payables	1,781.75	1,759.46
(iii) Other financial liabilities	1,253.14	1,175.90
Other current liabilities	2,098.20	1,737.12
Provisions	65.86	66.27
	6,393.45	5,851.65
<b>TOTAL</b>	<b>18,555.08</b>	<b>18,173.56</b>

For and on behalf of the Board of Directors

  
D Balakrishnan  
CEO & Director
Date : Jan 6, 2021  
Place : Chennai
  
**K. NANDHISWARAN**

B.Sc., FCA., FCS., ACIS(UK), DISA., CISA., CISSP., CFE.,

CHARTERED ACCOUNTANT

M.No : 207644

No.40-A, First Circular Road,  
Jawahar Nagar, Chennai - 600 082.

UPIN :- 21207644 AAAAAC4796

Sno	Particulars	(Rs. in Lakhs)					
		Quarter Ended			Year to date Ended		Year Ended
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
	<b>Income</b>						
1	Revenue from Operations	513.47	396.49	919.46	909.96	1766.61	3653.74
2	Other Income	65.44	28.40	38.94	93.84	67.26	179.65
3	Total Income (1+2)	578.91	424.89	958.40	1003.80	1833.87	3833.39
4	<b>Expenses</b>						
	a. Cost of Materials Consumed	152.39	120.61	199.15	273.00	378.02	944.52
	b. Changes in inventories of finished goods and work in progress	3.39	(8.17)	3.10	(4.78)	(8.95)	(56.59)
	c. Excise Duty on sale of goods	-	-	-	-	-	-
	d. Employee Benefits Expense	190.26	119.42	259.12	309.68	552.14	1069.84
	e. Finance Cost	36.74	27.25	40.76	63.99	107.65	142.61
	f. Depreciation and Amortisation Expense	107.57	107.49	124.90	215.06	253.60	498.24
	g. Power and Fuel	69.22	59.00	78.53	128.22	170.68	319.03
	h. Other expenses	96.55	98.85	223.76	195.40	360.76	778.37
	Total expenses	656.11	524.45	929.32	1180.56	1813.90	3696.02
5	Profit/ (Loss) before Exceptional items (3-4)	(77.20)	(99.56)	29.08	(176.76)	19.97	137.37
6	Exceptional items	-	-	(2.72)	-	(2.72)	-2.72
7	Profit/ (Loss) from before tax(5-6)	(77.20)	(99.56)	26.36	(176.76)	17.25	134.65
8	Tax Expense						
	a) Current tax Charge/(Credit)	-	-	-	-	-	0
	b) Deferred tax charge/(Credit)	(32.68)	15.22	(6.58)	(17.46)	(22.70)	29.29
	Total Tax expense (a+b)	(32.68)	15.22	(6.58)	(17.46)	(22.70)	29.29
9	Profit/ (Loss) for the period (7-8)	(44.52)	(114.78)	32.94	(159.30)	39.95	105.36
10	Other comprehensive income / (Loss)						
	A (i) Items that will not be reclassified to Profit or Loss	10.50	10.50	(1.42)	21.00	(1.42)	41.99
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-	-	0
	B (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-	0
	(ii) Income tax relating to items that will be reclassified to Profit or Loss	-	-	-	-	-	0
	Other Comprehensive Income (10A+10B)	10.50	10.50	(1.42)	21.00	(1.42)	41.99
11	Total comprehensive income / (Loss) for the period (9+10)	(34.02)	(104.28)	34.36	(138.30)	41.37	147.35
12	Paid-up Equity Share Capital (Face value of Rs 10/- Per Share)	4613.25	4613.25	4613.25	4613.25	4613.25	4613.25
13	Other Equity as per balance sheet of previous accounting year						3289.93
14	Earnings Per Share (EPS) of Rs 10/- each (Not annualised)						
	a) Basic	(0.10)	(0.25)	0.07	(0.35)	0.09	0.23
	b) Diluted	(0.10)	(0.25)	0.07	(0.35)	0.09	0.23

Notes

1. The above unaudited financial results for the quarter ended Sep 30, 2020 were reviewed by the Audit Committee and approved by the Board of Directors at their Meetings held on Jan 6, 2021. The Statutory auditors have conducted a limited review on the above unaudited financial results.

2. Exceptional Items consists of :  
 Particulars

- a. Provision for Old inventory written back  
 b. Unbilled revenue written off  
 Total ( Net )

	Quarter Ended			Half Year Ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
a.	-	-	657.59	-	657.59	657.59
b.	-	-	(660.31)	-	(660.31)	(660.31)
Total ( Net )	-	-	(2.72)	-	(2.72)	(2.72)

3. The business activities reflected in the above financial results comprise principally of manufacturing and sale of integrated Circuits i.e a single business segment. Accordingly,  
 4. The outbreak of COVID-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In such a situation, the Company has taken due  
 5. The issue of negative operating cash flows and incurrance of operating losses over the years highlighted by Auditors are being addressed by restructuring of operations and  
 6. The statement of asset and liability as of Sep 30,2020 and statement of cashflow for the half year ended Sep 30,2020 are provided as annexures to the Statement.  
 7. The previous period figures have been regrouped / reclassified wherever necessary .

Place : Chennai  
 Date : Jan 6, 2021

*K. Nandhi Swaran*

**K. NANDHISWARAN**  
 B.Sc., FCA., FCS., ACIS(UK), DISA., CISA., CISSP., CFE.,  
 CHARTERED ACCOUNTANT  
 M.No : 207644  
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For and on behalf of the Board of Directors

*Balakrishnan*  
 D. Balakrishnan  
 CEO & Director

STATEMENT OF CASH FLOW ( Refer Note 6)

	All amounts in Rs. lakhs	
	For the Half Year Ended	For the Year Ended
	Sep 30,2020	March 31, 2020
	Unaudited	Audited
<b>Cash flow from operating activities</b>		
<b>Profit / (Loss) for the year</b>	(159.30)	105.36
Adjustments for :		
Income tax expense	(17.46)	29.29
Depreciation, amortisation and impairment expense	215.06	498.24
Bad and doubtful debts / advances provided / unbilled revenue written-off (net)	-	660.32
Foreign exchange (gains) / losses	(30.89)	(19.79)
Provision for old inventory Written back	-	(657.60)
Finance cost	63.99	142.61
Interest Income	(0.32)	(2.45)
Rent income	(60.91)	(116.32)
<b>Operating profit before working capital changes</b>	<b>10.16</b>	<b>639.65</b>
Adjustmens for changes in :		
Trade receivables	(588.78)	(2,429.74)
Inventories	6.28	43.48
Other current and non current financial assets	6.39	(5.77)
Other current and non current assets	(10.89)	26.88
Trade payables	22.29	172.13
Other non current and current financial liabilities	80.67	145.66
Other non current and current liabilities	399.97	735.91
Non current and other current Provisions	(4.91)	(9.37)
<b>Cash generated from operations</b>	<b>(78.83)</b>	<b>(681.16)</b>
Income tax paid (net)	(14.28)	8.52
<b>Net cash (used in) from operating activities [A]</b>	<b>(93.11)</b>	<b>(672.64)</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment and Intangible assets	-	-
Proceeds on sale of property, plant and equipment and Intangible assets	-	-
Movement in other bank balances	-	27.38
Interest Received	0.32	2.45
Rent Received	60.91	116.32
<b>Net cash from investing activities [B]</b>	<b>61.24</b>	<b>146.16</b>
<b>Cash flow from financing activities</b>		
Proceeds from non-current borrowings	-	283.65
Proceeds from current borrowings	81.60	244.22
Interest Paid	(42.14)	-
<b>Net cash (used in) financing activities [C]</b>	<b>39.46</b>	<b>527.87</b>
<b>Net (decrease) / Increase in cash &amp; Cash equivalents [A+B+C]</b>	<b>7.59</b>	<b>1.39</b>
<b>Opening cash and cash equivalents</b>	<b>2.35</b>	<b>0.89</b>
Exchange difference relating to foreign currency cash on hand	-	0.07
<b>Closing cash and cash equivalents</b>	<b>9.94</b>	<b>2.35</b>

Date : Jan 6,2021  
 Place : Chennai

*K. Nandhiswaran*

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For and on behalf of the Board of Directors

*D Balakrishnan*

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 CEO & Director