

Date: 29<sup>th</sup> August, 2020

<b>BSE Limited,</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	<b>National Stock Exchange of India Ltd.,</b> Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051
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**Scrip Code: 540879**

**Symbol: APOLLO**

**ISIN: INE713T01010**

Dear Sir(s),

**Sub: Outcome of Board Meeting held on 29<sup>th</sup> August, 2020 pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

This is to inform that Board of Directors of the company, in their meeting held today i.e., Saturday, 29<sup>th</sup> August, 2020 at the registered office of the Company have considered and approved, inter alia, the following items together with other agenda items:

1. The Board considered and approved the Un- Audited Financial Results of the Company for the First quarter ended on 30<sup>th</sup> June, 2020 under Ind AS ("the Statement"). (Copy Enclosed as Annexure-1)
2. The Board considered and taken on record the Limited review report for the Quarter ended on 30<sup>th</sup> June, 2020, issued by M/s. S.T Mohite & Co., Statutory Auditors of the Company. (Copy Enclosed as Annexure-2)
3. The Board considered and approved the Notice of 23<sup>rd</sup> Annual General Meeting of the Company scheduled to be held on **Friday, 25<sup>th</sup> September, 2020 at 11:00 A.M.** (IST) through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM").
4. The Company has fixed **Friday, 18<sup>th</sup> September 2020** as the 'Record Date' for determining entitlement of members to dividend for the financial year ended March 31, 2020, if approved at the AGM.
5. The Board considered and approved the Cut- off date as Friday, 18<sup>th</sup> September, 2020 for remote e-voting and voting during AGM for the purpose of 23<sup>rd</sup> AGM of the company and the persons whose names are recorded in the Register of members or in the Register of Beneficial Owners maintained by the depositories as on Friday, 18<sup>th</sup> September, 2020 ("the cut-off date") shall be entitled to vote in respect of the shares held by availing the facility of remote e-voting or voting during the AGM.
6. Mr. Datla Venkatesh, Practicing Company Secretary (ACS: 36504 CP: 14074) appointed as the Scrutinizer for scrutinizing the E- voting process in accordance with the provisions of the Companies act 2013 & rules made there under and provide the consolidated report on the votes cast during the AGM and through remote e-voting "in favor" or "against" the resolutions stated in the notice sent to the members for the 23<sup>rd</sup> Annual General Meeting.

**APOLLO MICRO SYSTEMS LIMITED**

Regd. Off: Plot No. 128/A, Road No. 12, IDA-Mallapur, Uppal Mandal, R.R. Dist – 500076, Telangana, India.

Tel No: 040 – 27167000 – 099, Fax No: 040 - 27150820

cs@apollo-micro.com, www.apollo-micro.com

CIN No: L72200TG1997PLC026556

7. Revision in the constitution of the Internal Complaints Committee ("ICC") formulated pursuant to the provisions of Section 4 of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules made there under due to the resignation of one of the member from the Company.

The revised composition of the ICC is as follows:

Sl. No	Name	Designation/Qualification	Membership	E-mail Id
1.	Ms. Ratnamani T.	Vice President (Technology)	Presiding Officer	ratnamani@apollo-micro.com
2.	Ms. Supriya Kondap	Associate Vice President (Projects)	Internal Member	supriya@apollo-micro.com
3.	Ms. J. Sultana Begum	Manager- Quality Control and HR Head	Internal Member	qcams@apollo-micro.com
4.	Mr. GBS Prakash	B.Com, LL.B	External Member	gbs.prakash@yahoo.co.in

8. A News letter of the Company in the name of "SWAVALAMBAN" be circulated to all the stake holders in regular frequencies. The First news letter of the Company is attached herewith as Annexure-3.

The Board Meeting Commenced at 11:00 A.M. (IST) and concluded at 06:00 P.M (IST)

We Request you to kindly take on record the information and disseminate the same.

Thanking You

Yours Faithfully

**For Apollo Micro Systems Limited**

**Vitta Chaitanya Siva Shankar**

**Company Secretary & Compliance Officer**

Encl: As mentioned above.

## Apollo Micro Systems Limited

(CIN: L72200TG1997PLC026556)

Registered office: Plot No. 128/ A, Road No. 12, BEL Road, IDA Mallapur, Hyderabad - 500076, Telangana.

Email: cs@apollo-micro.com; Website: www.apollo-micro.com

Tel No: 040-27167000, Fax : 040-27150820

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2020

All amounts in Indian Rupees

Sl. No.	Particulars	Quarter ended			Year end
		30.06.2020 (UnAudited)	31.03.2020 (Audited)	30.06.2019 (UnAudited)	31.03.2020 (Audited)
1	2	3	4	5	6
1	<b>Revenue</b>				
	(a) Revenue from operations	23,73,89,849	73,12,88,624	44,11,53,525	2,45,90,41,260
	(b) Other Income	16,74,885	65,72,140	47,81,135	1,59,57,933
	<b>Total Revenue (a+b)</b>	<b>23,90,64,734</b>	<b>73,78,60,764</b>	<b>44,59,34,660</b>	<b>2,47,49,99,193</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	20,68,07,047	70,45,22,390	34,06,11,566	1,92,18,00,418
	(b) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	(5,68,79,791)	(11,67,85,650)	(5,01,73,323)	(12,06,94,406)
	(c) Employee Benefit Expenses	1,47,24,645	1,88,97,292	1,87,54,783	7,62,44,152
	(d) Financial costs	3,12,25,175	4,49,46,705	3,23,34,440	15,10,44,733
	(e) Depreciation and amortization expenses	2,05,43,627	2,47,57,167	2,41,74,568	9,89,54,464
	(f) Other Expenses	1,06,45,941	2,13,15,378	2,13,08,521	9,50,40,631
	<b>Total Expenses (a+b+c+d+e+f)</b>	<b>22,70,66,644</b>	<b>69,76,53,284</b>	<b>38,70,10,556</b>	<b>2,22,23,89,991</b>
3	<b>Profit before exceptional items &amp; tax (1-2)</b>	<b>1,19,98,090</b>	<b>4,02,07,481</b>	<b>5,89,24,104</b>	<b>25,26,09,201</b>
4	Exceptional items	-	-	-	-
5	<b>Profit before tax (3+4)</b>	<b>1,19,98,090</b>	<b>4,02,07,481</b>	<b>5,89,24,104</b>	<b>25,26,09,201</b>
6	Tax Expense:				
	(a) Current tax	16,20,946	(1,47,13,742)	1,44,61,733	3,80,14,414
	(b) Earlier tax adjustments	-	3,68,56,052	-	3,68,56,052
	(c) Deferred tax	7,53,105	38,10,389	1,09,38,401	3,76,25,958
	<b>Total Tax Expense (a+b+c)</b>	<b>23,74,050</b>	<b>2,59,52,699</b>	<b>2,54,00,135</b>	<b>11,24,96,424</b>
7	<b>Profit after tax (5-6)</b>	<b>96,24,040</b>	<b>1,42,54,781</b>	<b>3,35,23,969</b>	<b>14,01,12,777</b>
8	Other Comprehensive income				
	Items that will not be reclassified to profit or loss (net of tax)				
	(a) Net actuarial gains/ (losses) on defined benefit plans	-	(12,82,856)	-	(3,22,119)
	(b) Income tax effect	-	3,73,568	-	93,801
	<b>Total other comprehensive income (net of tax) (a+b)</b>	<b>-</b>	<b>(9,09,288)</b>	<b>-</b>	<b>(2,28,318)</b>
9	<b>Total comprehensive income (7+8)</b>	<b>96,24,040</b>	<b>1,33,45,493</b>	<b>3,35,23,969</b>	<b>13,98,84,459</b>
10	Paid up equity share capital (Face Value of share Rs.10/- each)	20,76,38,860	20,76,38,860	20,75,88,860	20,76,38,860
11	Other equity				2,75,15,63,221
12	Earnings per share (Face value of Rs.10/- each) :	(not annualised)	(not annualised)	(not annualised)	(annualised)
	(a) Basic	0.46	0.69	1.61	6.75
	(a) Diluted	0.46	0.69	1.61	6.75

For Apollo Micro Systems Limited

Karunakar Reddy Baddam  
Managing Director  
DIN: 00790139



Place: Hyderabad  
Date: 'August 29, 2020

Raghupathy Goud Theegala  
Chairman  
DIN: 07785738



**Notes:**

- 1 The financial results of the Company have been prepared in accordance with the Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standard) Rules, 2015, as amended.
- 2 These unaudited results were reviewed by the Audit Committee of the Board and approved by the Board of Directors of the Company at their meeting held on August 29, 2020. The Statutory auditors of the company have carried out a "Limited Review Report" of the above unaudited results as per Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.
- 3 The Company operates in only one segment, namely electromechanical components and systems and allied components and services and hence segment information is not applicable.
- 4 The Company's operations and financial results for the quarter ended June 30, 2020 have been adversely impacted by the outbreak of COVID-19 pandemic and the consequent nationwide/local lockdown imposed by the Government of India/State Government. The company has resumed manufacturing operations since first week of May 2020 with available manpower abiding social distancing norms and taking maximum possible safety precautions. During these operations, the contribution levels are maintained. However opening of the entire eco-system and availability of requisite Quality Assurance personnel from customer who form part of the process has affected the quarterly performance.

The management has considered the possible effects that may result from the pandemic on the recoverability/carrying value of its assets which does not have any significant impact on carrying value of its assets. However, the impact of the pandemic in the future could be different from the present Financial Results. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future economic conditions.

- 5 The figures for the previous period/ year have been re-arranged wherever necessary to conform to the current period's / year's classification.
- 6 The said Financials results are also available on the website of stock exchange [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and on the company's website [www.apollo-micro.com](http://www.apollo-micro.com) under section "Investors".

**For and on behalf of the Board of Directors of Apollo Micro Systems Limited**



Karunakar Reddy Baddam  
Managing Director  
DIN: 00790139



Place: Hyderabad  
Date: 'August 29, 2020



Raghupathy Goud Theegala  
Chairman  
DIN: 07785738



## S.T. Mohite & Co., Chartered Accountants

G5, B-Block, Paragon Venkatadri Apartments,  
3-4-812, Street No. 1, Barkatpura,  
Hyderabad - 500 027. T.S. INDIA.  
Mob. : +91 9848994508, 9848359721  
Email : stmohite@yahoo.com

### Independent Auditor's Limited Review Report on Quarterly Unaudited Financial results of Apollo Micro Systems Limited pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.

Review Report to  
The Board of Directors  
Apollo Micro Systems Limited

We have reviewed the accompanying statement of unaudited financial Results ('the statement') of M/s. Apollo Micro Systems Limited ('the Company') Registered Office: Plot no. 128/A, Road No. 12, IDA-Mallapur, Uppal Mandal, R.R.Dist – 500076, Telangana for the quarter ended 30<sup>th</sup> June 2020 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('the Regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2020. dated 29<sup>th</sup> March, 2019 ('the Circular') and applicable amendments thereto.

The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company on 29<sup>th</sup> August 2020. Our responsibility is to express a conclusion on the statement based on our review.

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 limited to making inquiries, primarily of Company's personnel responsible for financial and accounting matters, and applying analytical procedures to financial data and other review procedures. A review is substantially less in scope than 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 thus provides less assurance than audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes me to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : Hyderabad  
Date : 29<sup>th</sup> August, 2020



For S.T. Mohite & Co.  
Chartered Accountants (Regd. No. 011410S)

*Sreenivasa Rao T. Mohite*  
SREENIVASA RAO T. MOHITE  
Partner (Membership No. 015635)

ICAI:UDIN:20015635AAAA DB8588



# इयं वरवालो वार

A newsletter by Apollo Micro Systems Ltd. | August 2020 | Issue 1

## Happy 74th Independence Day from Apollo Micro Systems Limited

“Do we not realize that self respect  
comes with self reliance?”

– A.P.J Abdul Kalam



**AMS**  
apollo microsystems

# SWAVALAMBAN IS SELF-RELIANCE

At Apollo Micro Systems becoming, making and enabling self reliance is entrenched in our business model. Since our inception, we have been delivering cutting edge technology solutions through innovation thus BECOMING a self-reliant company. As a key supplier of electronic and mechanical solutions to DRDO & Department of Space.

We are a key stakeholder in India's indigenous defence programmes. We empower our people and communities by ENABLING and empowering them through our human and social development initiatives.

**"Swavalamban is our way of doing business"**

## KEY HIGHLIGHTS - Q1(FY2021)

Revenue

**2,391** Lakhs

PBT

**120** Lakhs

PAT

**96** Lakhs

EBIDTA

**637** Lakhs

EPS

**0.46**



## From MD's Desk

### Dear Stakeholders,

We take pleasure in releasing Q1 results (**FY 2021**) and first edition of News Letter "Swavalamban". The word "Swavalamban" means self-reliance. We intend to keep company stakeholders apprised of various events in the company, from time to time through this news-letter. It's a great pleasure to reach you through this medium henceforth. We believe this would bring us closer, in knowing us better.

As all of you are aware that your company works on Indigenous Defence projects for past 35 years. We invest an average of 8% of our revenues in Research & Development (R&D) projects. The recent announcements by Government of India (GoI) in promoting Indigenous systems under Make-in-India paves way for future growth of the company. Your company is preparing ground to achieve sustained turnover of Rs 1000 Crore by the fiscal year 2025 under mission "**Sahasra-2025**".

We welcome the decision of embargo on 101 items by Ministry of Defence (MoD) and Indigenisation of 108 items by Defence Research & Development Organisation (DRDO). These measures would not only bring opportunities for your company but also develop the eco-system for Defence business. These initiatives of Government would definitely catalyse the vision of the company.

We hereby congratulate Dr. G. Satheesh Reddy, Secretary Defence (R&D), Chairman DRDO on the occasion of extension of his tenure as Chairman DRDO.

I sign off on a note to appraise all our stakeholders that, our team is working relentlessly to meet the mission requirements of the customer even inspite of pandemic. Our R&D team worked remotely during lockdown period and we have conducted continuous design reviews of our projects through Video Conferencing. We also developed counter COVID related products like "Ultra Violet Baggage Disinfection Conveyor" and "SEVAK" a robot for hospitals during the lockdown period.

We wish you would enjoy our frequent announcements through release of our news-letter henceforth.

**With Best Wishes,**

**Karunakar Reddy Baddam**  
**Managing Director**



8% of total revenue  
invested in R & D



A track record  
of developing  
**400+** Technologies



Total Human  
Capital **300+**



Intellectual Human  
Capital  
(D & D Team) **150+**  
design engineers  
working in teams on  
multiple technologies



## EMBARGO ON 101 DEFENCE ITEMS

Considering “Atmanirbhar Bharat” as the basis, the Department of Military Affairs (DMA), Ministry of Defence (MoD) has prepared a list of 101 items for which there would be an embargo on the import beyond the timeline indicated against them. This is a big step towards self-reliance in defence. It also offers a great opportunity to the Indian defence industry to rise to the occasion to manufacture the items in the negative list by using their own design and development capabilities or adopting the technologies designed and developed by Defence Research and Development Organisation (DRDO) to meet the requirements of the Armed Forces in the coming years. With latest embargo on import of 101 items, it is estimated that contracts worth almost Rs 4.00 Lakh Crores will be placed upon the domestic industry within the next five to seven years. The embargo on imports is planned to be progressively implemented in between FY20 to FY24. The core idea is to assure the Indian defence industry about the anticipated requirements of the Armed Forces so that they are better prepared to realise the goal of indigenisation. The Indian Defence Industry were worried about the timing of the order book inspite of huge projections on hand this initiatives brings in a big relief to the Industry and would allow them to take bolder steps to get prepared for the big leap.

## INDIGENISATION OF 108 SYSTEMS, SUBSYSTEMS

In response to the call made by Prime Minister for “Atmanirbhar Bharat”, DRDO has submitted a list of 108 Systems, subsystems for Local Industry manufacturing. This is yet another strategic decision to boost Indian Defence Industry. At a time where the industry is panic due to pandemic and growth of business due to socio-economic conditions, two back to back decisions by Gol and DRDO is a huge boost for the Indian Defence Industry. This initiative to list items for design, development and manufacturing by Indian industry is to strengthen indigenous defence production ecosystem. The significant announcement is that DRDO will not take up development of these 108 items but would provide support to the Indian industry to design, develop and manufacture these on requirement basis. All the requirements of these systems by DRDO, armed forces, and other security agencies can be met through development contracts or production orders on suitable note worth Indian industry. This would allow DRDO to focus on design and development of critical and advanced technologies

## “SRIJAN” INDIGENISATION OF DEFENCE TECHNOLOGIES AS IMPORT SUBSTITUTION

Government of India has released a new portal through which it has called industry to indigenously develop various systems which are critical in nature and also as an import substitution. These items are listed in a special portal names [Srijandefence.gov.in](https://srijandefence.gov.in). This gives access to Indian Defence Industry for expressing their willingness to develop technologies and products for Indian Defence requirements. The portal also identifies the potential quantity requirement on YOY basis which gives a definite business projection for industry to develop those technologies. This is yet an another major step towards “Atmanirbhar Bharat”.

Apollo Micro Systems, welcomes the various back to back initiatives taken by Government of India in bringing sustained business opportunity to Indian Defence Industry. This is going to give a positive impact for our company and paves way for further growth of the company. It is time for Industry to work together for achieving Self-Reliance within the country and respond positively to the call given by Gol, for “Atmanirbhar Bharat”

**“Jagoh India Jagoh Abhi Nahin tho Kabhi Nahin”**

# Advantages of Ultraviolet Germicidal Baggage Disinfectant Conveyor



## Advantages

360 degrees of irradiation and disinfection

Short disinfection times

Material-friendly disinfection

Long lifespan of UV lamps

Highest safety standards

Chemical-free, dry disinfection

## Independence Day Celebrations 2020



## Covid\_19 TESTING FOR AMS EMPLOYEES





**Plot No 128/A, Road No 12, BEL Road  
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