



# Sundaram-Clayton Limited

Regd. & Corporate Office :  
"Jayalakshmi Estates", 5th Floor  
P.O. Box : 732,  
29, Haddows Road,  
Chennai - 600 006, India.  
Telephone : (044) 28272233  
Fax : (044) 28257121

10<sup>th</sup> November 2017

BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400 001.  
**Scrip code: 520056**

National Stock Exchange of India Ltd.,  
Exchange Plaza, 5<sup>th</sup> Floor,  
Bandra-Kurla Complex,  
Bandra (E), Mumbai 400 051.  
**Scrip code: SUNCLAYLTD**

Dear Sir,

**Sub : Unaudited financial results for the quarter and half year ended 30<sup>th</sup> September 2017**

**Ref : Our letter dated: 3<sup>rd</sup> October 2017.**

\* \* \*

Pursuant to Regulation 30 and 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the board at its meeting held today considered and approved the standalone unaudited financial results in compliance with the Indian Accounting Standards (Ind AS) for the quarter and half year ended 30<sup>th</sup> September 2017.

In this connection, please find enclosed:-

- Standalone Unaudited Financial Results for the quarter and half year ended 30<sup>th</sup> September 2017 alongwith the copy of Limited Review Report.
- A copy of Company Release issued in this regard.

The meeting commenced at 11.45 A.M. and concluded at 2.15 P.M.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,  
For SUNDARAM-CLAYTON LIMITED

R Raja Prakash  
Company Secretary

Encl: a/a

**SUNDARAM-CLAYTON LIMITED**

Regd office: "Jayalakshmi Estates", 29, Haddows Road, Chennai 600 006

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30<sup>TH</sup> SEPTEMBER 2017**

Tel : 044-2827 2233 Fax : 044 - 2825 7121

Website : www.sundaram-clayton.com Email : corpsec@scl.co.in CIN : L35999TN1962PLC004792

(Rs. in Crores)

S.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
		(1)	(2)	(3)	(4)	(5)	(6)
		<b>(Unaudited)</b>				<b>(Audited)</b>	
1	<b>Income</b>						
	a) Revenue from operations	411.75	402.37	382.91	814.12	764.77	1515.35
	b) Other income	1.21	1.71	0.21	2.92	4.79	74.32
	<b>Total Income</b>	<b>412.96</b>	<b>404.08</b>	<b>383.12</b>	<b>817.04</b>	<b>769.56</b>	<b>1589.67</b>
2	<b>Expenditure</b>						
	a) Cost of materials consumed	229.33	171.01	176.14	400.34	330.29	649.22
	b) Purchase of stock-in-trade	-	-	-	-	-	-
	c) Changes in inventories of finished goods, work-in-process and stock-in-trade	(9.67)	14.35	(7.63)	4.68	4.42	13.88
	d) Excise duty	-	29.33	31.10	29.33	66.47	120.80
	e) Employee benefits expense	62.39	59.79	56.68	122.18	112.43	213.68
	f) Finance Costs	8.40	7.52	7.26	15.92	15.04	28.54
	g) Depreciation and amortisation expense	17.40	16.36	15.31	33.76	30.10	60.64
	h) Other expenses	147.68	109.53	95.98	257.21	191.19	385.52
	<b>i) Total Expenditure</b>	<b>455.53</b>	<b>407.89</b>	<b>374.84</b>	<b>863.42</b>	<b>749.94</b>	<b>1472.28</b>
3	<b>Profit from ordinary activities before Exceptional Items (1-2)</b>	<b>(42.57)</b>	<b>(3.81)</b>	<b>8.28</b>	<b>(46.38)</b>	<b>19.62</b>	<b>117.39</b>
4	Exceptional Items - Gain / (Loss)	-	-	-	-	2.28	2.28
5	<b>Profit from Ordinary Activities before tax (3+4)</b>	<b>(42.57)</b>	<b>(3.81)</b>	<b>8.28</b>	<b>(46.38)</b>	<b>21.90</b>	<b>119.67</b>
6	Tax expense						
	a) Current tax	(2.06)	-	1.40	(2.06)	2.30	9.07
	b) Deferred tax	-	-	(0.98)	-	0.30	5.01
	Total tax expense	(2.06)	-	0.42	(2.06)	2.60	14.08
7	<b>Profit for the year (5-6)</b>	<b>(40.51)</b>	<b>(3.81)</b>	<b>7.86</b>	<b>(44.32)</b>	<b>19.30</b>	<b>105.59</b>
8	<b>Other Comprehensive Income, net of tax</b>						
	a) Items that will not be reclassified to profit or loss	(19.03)	49.20	7.54	30.17	46.76	66.44
	b) Items that will be reclassified to profit or loss	(1.16)	(4.01)	(0.40)	(5.17)	0.14	0.77
9	<b>Total Comprehensive Income for the period (7+8)</b>	<b>(60.70)</b>	<b>41.38</b>	<b>15.00</b>	<b>(19.32)</b>	<b>66.20</b>	<b>172.80</b>
10	Paid up equity share capital (Face value of Rs. 5/- each)	10.12	10.12	10.12	10.12	10.12	10.12
11	Reserve excluding Revaluation Reserve	-	-	-	-	-	601.50
12	<b>Earnings Per Share (EPS)(Face value of Rs. 5/- each)</b>						
	(i) Basic (in Rs.)	(20.02)	(1.88)	3.89	(21.91)	9.54	52.19
	(ii) Diluted (in Rs.)	(20.02)	(1.88)	3.89	(21.91)	9.54	52.19

Notes:

1 The operations of the Company relate to only one segment viz., automotive components.

In accordance with the requirements of Ind AS 18, Revenue from Operations for the quarter ended 30th September 2017 is shown net of Goods and Services Tax (GST). However, Revenue from

2 Operations for the immediate preceding quarter, corresponding previous year quarter, previous half year and previous financial year is shown inclusive of excise duty. For comparison purposes revenue excluding excise duty is given below.


Particulars	Quarter ended			Half Year Ended		Year Ended
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
Revenue excluding excise duty (Rs. in crores)	411.75	373.04	351.81	784.79	698.30	1,394.55

3 The current quarter loss is due to substantial increase in air freight and outsourcing cost due to a sharp and unforeseen rise in customer demand.

4 The above unaudited financial results were reviewed and recommended by the Audit and Risk Management Committee and approved by the Board of Directors at their meetings held on 10<sup>th</sup> November 2017. These results have been subjected to limited review by the Statutory auditors of the Company.

5 Figures for the previous periods have been regrouped, wherever necessary, to conform to the current period's classification.

For Sundaram-Clayton Limited

  
Chairman





Place : Chennai  
Date : 10<sup>th</sup> November 2017

**SUNDARAM-CLAYTON LIMITED**

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**Balance Sheet as at 30th September 2017****(Rs. in Crores)**

Particulars	30.09.2017	31.03.2017
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
(a) Property, plant and equipment	505.40	482.39
(b) Capital work in progress	91.56	36.87
(c) Other intangible assets	1.36	1.87
(d) Financial assets		
i. Investments	243.65	214.65
ii. Other financial assets	9.15	8.87
(e) Non-current tax assets (Net)	1.27	-
(f) Other non-current assets	30.21	25.42
<b>Current Assets</b>		
(a) Inventories	276.49	235.14
(b) Financial assets		
i. Trade receivables	244.75	171.10
ii. Cash and cash equivalents	1.77	0.72
iii. Bank balances other than (ii) above	1.12	0.89
iv. Other financial assets	5.09	7.21
(c) Current tax assets (Net)	9.08	9.10
(d) Other current assets	97.82	64.89
	<b>1,518.72</b>	<b>1,259.12</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share capital	10.12	10.12
(b) Other Equity	580.50	601.50
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
i. Borrowings	174.76	121.60
ii. Other financial liabilities	10.23	4.03
(b) Provisions	21.01	22.09
(c) Deferred tax liabilities (Net)	35.77	35.77
<b>Current Liabilities</b>		
(a) Financial liabilities		
i. Borrowings	244.20	150.26
ii. Trade payables	327.80	182.93
iii. Other financial liabilities	92.69	106.55
(b) Provisions	14.01	14.87
(c) Current tax liabilities (Net)	2.29	2.21
(d) Other current liabilities	5.34	7.19
<b>Total Liabilities</b>	<b>1,518.72</b>	<b>1,259.12</b>

Place: Chennai  
Date: 10th November 2017

For Sundaram-Clayton Limited

Chairman

**LIMITED REVIEW REPORT ON THE UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE  
QUARTER AND SIX MONTHS ENDED 30<sup>TH</sup> SEPTEMBER 2017**

The Board of Directors,  
Sundaram-Clayton Limited,  
"Jayalakshmi Estates"  
No.29 (Old No. 8), Haddows Road,  
Chennai 600 006

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of Sundaram-Clayton Limited (the 'Company'), for the quarter and six months ended 30<sup>th</sup> September 2017 (the 'Statement') being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors at their meeting held on 10<sup>th</sup> November 2017. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 we 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. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone Financial Results prepared 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Raghavan, Chaudhuri & Narayanan  
Chartered Accountants  
Firm Regn. No. 007761S

V Sathyanarayanan  
Partner  
Membership No. 027716  
Place: Chennai  
Date: 10<sup>th</sup> November 2017



# **Sundaram - Clayton Limited**

Regd Off: Jayalakshmi Estates, 29 (Old No. 8) Haddows Road, Chennai 600 006

Website: [www.sundaram-clayton.com](http://www.sundaram-clayton.com) Email: [corpsec@scl.co.in](mailto:corpsec@scl.co.in) CIN: L35999TN1962PLC004792

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## **COMPANY RELEASE**

**Chennai, November 10 2017:** Sundaram-Clayton Limited (SCL) has reported sales of 12,814 MT in the quarter July to September 2017 as against 11,793 MT for the corresponding quarter of the previous year and the turnover at Rs.412 Crores as against Rs.352 Crores for the corresponding quarter of the previous year. The sales for the half year ended September 30, 2017 was at 25,067 MT (Rs.785 Crores) as against 23,548 MT (Rs.698 Crores) in the corresponding period of the last year.

Thanks to the Company's credibility and track record, there has been an unexpected increase in demand from the customers. Considering the challenges in enhancing operational capacity and efficiency, in the short term the Company is compelled to resort to:

- (a) outsourcing some incremental volumes; and
- (b) air-freighting the components to overseas customers.

This arrangement ensures that the customers' production lines are not affected. However, these steps have resulted in an increase in cost on account of premium airfreight and outsourcing cost by Rs.42.4 Crores for the quarter ended September 30, 2017 and Rs.54.9 Crores for the half year ended September 30, 2017. As a result, SCL has incurred a loss of Rs. 40.51 Crores for the quarter ended September 30, 2017 and Rs.44.32 Crores for the half year ended September 30, 2017. With comprehensive income, the loss for the quarter and half year ended September 30, 2017 is Rs.60.70 Crores and Rs.19.32 Crores respectively.

Considering the customers' goodwill, the Company is, taking necessary steps to overcome the challenges, by investing substantially in additional capacities to meet the new and increased order book. In view of the lead time required for having this additional capacity, the Company is required to continue to resort to outsourcing and incurring air freight in the next few quarters.

We are confident that, given the measures being taken, the results will improve by the last quarter of the current financial year.

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