



Sharda Motor Industries Ltd.

SMIL: LISTING: 17-18/0912-01

09th December, 2017

BSE Limited
Department of Corporate Services
Pheroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001
(SCRIP CODE - 535602)

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra - Kurla Complex, Mumbai - 400 051
(Symbol - SHARDAMOTR) (Series - EQ)

Subject: - Outcome of Board Meeting

Dear Sir,

In further reference to our letter dated 1st December, 2017 and pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable regulation, if any, we hereby inform that the Board of directors in its meeting held today (i.e. Saturday, 09th December, 2017, commenced at 11:00 a.m. and concluded at 12 : 45 P a.m.), inter-alia, has considered and approved the Unaudited standalone financial results (on Ind-AS basis) for the second quarter and half year ended 30th September, 2017 (A copy of the said standalone financial results is enclosed alongwith limited review report of statutory auditors' thereon).

This is for your information and records. Kindly acknowledge the same.

Thanking you,
Yours faithfully,
For Sharda Motor Industries Limited


Nitin Vishnoi
Company Secretary
Encl:



Regd. Office : D-188, Okhla Industrial Area, Phase-I, New Delhi - 110 020 (INDIA)
Tel.: 91-11-47334100, Fax : 91-11-26811676
E-mail : smil@shardamotor.com, Website : www.shardamotor.com
CIN NO-L74899DL1986PLC023202

Sharda Motor Industries Limited

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Tel.: +91-11-47334100 Fax: +91-11-26811676

E-Mail: investorrelations@shardamotor.com, Website: www.shardamotor.com

Statement of (Standalone) Unaudited Financial Results for the Quarter and Half year ended 30th September, 2017

(₹ in Lakhs)

S. No.	Particulars	Quarter Ended			Six Months Ended	
		30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016
1	Revenue					
	(a) Revenue from Operations	30,473.68	33,176.15	30,565.85	63,649.83	59,307.77
	(b) Other Income	513.18	427.13	465.72	940.31	704.96
	Total Income	30,986.86	33,603.28	31,031.57	64,590.14	60,012.73
2	Expenses					
	a. Cost of Raw Material Consumed	19,843.25	17,895.02	16,370.57	37,738.27	31,840.78
	b. Purchases of Stock In Trade	1,426.52	1,605.88	1,042.00	3,032.40	2,127.41
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(272.25)	7.60	70.53	(264.65)	162.09
	d. Excise duty on Sales	-	4,881.31	4,550.04	4,881.31	8,878.43
	e. Employees Benefits Expense	2,386.78	2,035.33	2,025.20	4,422.11	3,732.88
	f. Depreciation and Amortization Expense	1,118.59	1,020.45	1,218.78	2,139.04	2,403.18
	g. Finance Cost	54.29	92.40	183.32	146.69	392.35
	h. Other Expenses	3,444.93	3,396.60	3,123.12	6,841.53	6,124.38
	Total Expenses	28,002.11	30,934.59	28,583.56	58,936.70	55,661.50
3	Profit from Operations before exceptional Items & Tax (1-2)	2,984.75	2,668.69	2,448.00	5,653.44	4,351.22
4	Exceptional Items	-	-	738.87	-	738.87
5	Profit before Tax	2,984.75	2,668.69	1,709.13	5,653.44	3,612.35
6	Tax Expense					
	a. Current Tax	1,054.50	905.50	661.16	1,960.00	1,449.23
	b. Deferred Tax	(60.14)	(106.37)	(181.98)	(166.51)	(335.96)
	c. Tax Adjustment for Earlier Years	(35.39)	-	(15.16)	(35.39)	(15.16)
	Total Tax Expenses	958.97	799.13	464.02	1,758.10	1,098.11
7	Net Profit for the period /Year (a)	2,025.77	1,869.56	1,245.11	3,895.33	2,514.24
8	Other Comprehensive Income					
	a. Items that will not be reclassified to Profit & Loss	5.02	(10.05)	(2.52)	(5.03)	(5.03)
	b. Tax(benefit)/expense on items that will not be reclassified to profit and loss	(1.74)	3.48	(2.61)	1.74	(1.74)
	Total Other Comprehensive Income (b)	3.28	(6.57)	(5.12)	(3.29)	(6.76)
9	Total Comprehensive Income for the quarter/year(a+b)	2,029.06	1,862.99	1,239.99	3,892.05	2,507.48
10	Paid-up equity share capital(face value of ₹ 10 each)	594.63	594.63	594.63	594.63	594.63
11	Earning per Share					
	a) Basic	34.12	31.33	20.85	65.45	42.17
	b) Diluted	34.12	31.33	20.85	65.45	42.17

Notes:

- The above results were reviewed and recommended by the Audit Committee and then approved by the Board of Directors at their meeting held on 9th December, 2017. The said results for the quarter ended September 30, 2017 have been limited reviewed by the Statutory Auditors of the Company.
- The standalone financial results have been prepared in accordance with the principles and procedures of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting standards) Rules, 2015 as specified in section 133 of the Companies Act,2013.
- The Company has adopted Ind AS from April 1, 2017 and accordingly, these standalone financial results together with the results of the comparative previous period have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 on Interim Financial Reporting prescribed under section 133 of the Companies Act 2013, read with relevant rules issued thereunder and the other accounting principles generally accepted in India. The date of transition to Ind AS is April 1, 2016. The Impact of transition has been accounted for in the opening reserves and the comparative period results have been restated accordingly. The results for the quarter and six months ended September 30, 2016 have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results for the quarter and six months ended September 30, 2016 provide a true and fair view of the Company's affairs. The opening balance sheet as at April 1, 2016 and the results for the subsequent periods would be finalized and will be subject to audit at the time of annual financial statements for the year ended March 31, 2018.
- In line with the provision of Ind AS 108- Operating Segments and on the basis of review of operations being done by the management of the Company, the operations of the Company falls under manufacturing & trading of auto component parts, which is considered to be the only reportable segment by the management.

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5. Post applicability of Goods and Service Tax (GST) w.e.f. July 01, 2017, Revenue from Operations are required to be disclosed net of GST in accordance with the requirement of Ind AS. Accordingly, the Revenue from Operations for the quarter and half year ended September 30, 2017 are not comparable with the immediately preceding quarter ended June 30, 2017 and September 30, 2016 and corresponding previous periods presented in the financial results which are reported inclusive of Excise Duty. The following additional information is being provided to facilitate such understanding:

(₹ in Lakhs)

Particulars	Quarter ended			Six Months ended	
	30-09-2017	30-06-2017	30-09-2016	30-09-2017	30-09-2016
Revenue from Operations	30,473.68	28,294.84	26,015.81	58,768.52	50,429.34

6. Reconciliation of Net Profit after tax as previously reported under Indian GAAP and Ind AS for the quarter ended September 30, 2016 is as under:-

(₹ in Lakhs)

Particulars	Standalone	
	Quarter ended 30-09-2016	Six Months ended 30-09-2016
Net profit as per previous Indian GAAP	1,184.58	2,449.37
Financial Assets Measured as FVTPL	107.40	107.40
Finance Cost	(18.48)	(18.48)
Other Miscellaneous adjustments	(4.21)	(0.06)
Deferred tax impact on above adjustments	(29.30)	(30.75)
Net profit for the period under Ind AS	1,239.99	2,507.48
Other Comprehensive Income/(Loss)	-	-
Total Comprehensive Income as per Ind AS	1,239.99	2,507.48

The above reconciliation of net profit after tax under Ind AS of the corresponding quarter with net profit reported under previous GAAP has been reported by the management and have not been subject to limited review or audit.

7. There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.
8. The Standalone unaudited results of the Company for the quarter and half year ended September 30, 2017 are also available on the Company's website (www.shardamotor.com) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).

for and on behalf of the Board of Directors


Director

Place: New Delhi
Date: 09th December, 2017

Statement of (Standalone) Unaudited Assets & Liabilities as at September 30, 2017

Particulars	As at September 30, 2017 (₹ in Lakhs)
ASSETS	
Non-current assets	
- Property, plant and equipment	19,009.81
- Capital work-in-progress	85.94
- Intangible assets	644.55
- Intangible assets under development	
Financial assets	
- Investments	216.25
- Other financial assets	283.55
Other non-current assets	2,314.74
Non-current tax assets	
Total non-current assets	22,554.84
Current assets	
Inventories	6,801.15
Financial assets	
- Investments	11,597.42
- Trade receivables	13,049.98
- Cash and cash equivalents	702.45
- Bank balances other than above	4,878.20
- Other financial assets	256.55
Other current assets	944.98
Assets classified as held for sale	
Total current assets	38,230.73
Total Assets	60,785.57
EQUITY AND LIABILITIES	
Equity	
Equity share capital	594.63
Other equity	
- Retained earnings	31,338.87
Total Equity (equity attributable to owners of the Company)	31,933.50
LIABILITIES	
Non-current liabilities	
Financial liabilities	
- Borrowings	1,084.72
Provisions	1,171.05
Deferred Tax Liabilities (Net)	888.82
Other non-current liabilities	-
Total non-current liabilities	3,144.59
Current liabilities	
Financial Liabilities	
- Borrowings	2,746.75
- Trade payables	16,398.59
- Other financial liabilities	975.14
Provisions	122.82
Other current liabilities	3,504.18
Current Tax Liabilities (Net)	1,960.00
Total current liabilities	25,707.48
Total liabilities	28,852.07
Total Equity and Liabilities	60,785.57



Auditor's Limited Review Report

To
The Board of Directors
Sharda Motor Industries Limited

We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement) of Sharda Motor Industries Limited ("the Company") for the quarter ended and six months ended September 30, 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016, dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and six months ended September 30, 2016, including the reconciliation of total comprehensive income under IND AS of the corresponding quarter and six months ended September 30, 2016 with profit reported under previous GAAP, as reported in these financial results have been approved by Company's Board of Directors but have not been subjected to limited review.

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 issue a report on the statement based on our review.

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 an analytical procedure 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.

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 applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies 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.

Place: New Delhi
Dated: December 09, 2017

For Gupta Vigg & Co.
Chartered Accountants
Firm Registration No.001393N


CA. Deepak Pokhriyal
Partner

Membership No. 524778

