



# Sharda Motor Industries Ltd.

SMIL: LISTING: 17-18/1202-01

12<sup>th</sup> February, 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, 5<sup>th</sup> 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 03<sup>rd</sup> February, 2018 and pursuant to the applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that the Board of directors in its meeting held today (i.e. Monday, 12<sup>th</sup> February, 2018, commenced at 11:00 hrs and concluded at 11:55), inter-alia, has:

- a) considered and approved the unaudited standalone financial results for the third quarter and nine months ended 31<sup>st</sup> December, 2017 (A copy of the said financial results is enclosed alongwith limited review report of statutory auditors' thereon);
- b) declared an interim dividend of Rs. 6.25 per equity share i.e. 62.5% of the paid equity share capital for the financial year 2017-18. The Record Date for the payment of Interim Dividend shall be 21<sup>st</sup> February, 2018 as already intimated by the Company vide its letter dated 03<sup>rd</sup> February, 2018.

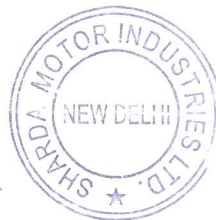
This is for your information and records. Kindly acknowledge the same.

Thanking you,  
Yours faithfully,

**For Sharda Motor Industries Limited**

  
**Nitin Vishnot**  
**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](mailto:smil@shardamotor.com), Website : [www.shardamotor.com](http://www.shardamotor.com)

CIN NO-L74899DL1986PLC023202

**Sharda Motor Industries Limited**  
 Regd. Office: D-188, Okhla Industrial Area, Phase-I, New Delhi-110020  
 CIN: L74899DL1986PLC023202

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 Nine Months ended 31st December, 2017**

(₹ in Lakhs)

| S. No. | Particulars   | Quarter Ended    |                  |                  | Nine Months Ended |                  |
|--------|---|------------------|------------------|------------------|-------------------|------------------|
|        |   | 31-12-2017       | 30-09-2017       | 31-12-2016       | 31-12-2017        | 31-12-2016       |
| 1      | <b>Revenue</b>  |                  |                  |                  |                   |                  |
|        | (a) Revenue from Operations   | 25,437.42        | 30,473.68        | 29,424.49        | 89,087.25         | 88,732.26        |
|        | (b) Other Income  | 494.96           | 513.18           | 229.41           | 1,435.27          | 934.37           |
|        | <b>Total Income</b>   | <b>25,932.38</b> | <b>30,986.86</b> | <b>29,653.90</b> | <b>90,522.52</b>  | <b>89,666.63</b> |
| 2      | <b>Expenses</b>   |                  |                  |                  |                   |                  |
|        | a. Cost of Raw Material Consumed  | 15,972.09        | 19,843.25        | 15,641.36        | 53,710.36         | 47,482.14        |
|        | b. Purchases of Stock In Trade  | 1,313.95         | 1,426.52         | 1,390.31         | 4,346.35          | 3,517.72         |
|        | c. Changes in inventories of finished goods, work-in-progress and stock-in-trade  | (320.88)         | (272.25)         | (7.77)           | (585.53)          | 154.32           |
|        | d. Excise duty on Sales   | -                | -                | 4,381.12         | 4,881.31          | 13,259.55        |
|        | e. Employees Benefits Expense   | 2,063.89         | 2,386.78         | 1,869.89         | 6,486.00          | 5,602.77         |
|        | f. Depreciation and Amortization Expense  | 1,118.03         | 1,118.59         | 1,443.86         | 3,257.07          | 3,847.04         |
|        | g. Finance Cost   | 46.04            | 54.29            | 169.82           | 192.73            | 562.17           |
|        | h. Other Expenses   | 3,198.00         | 3,444.93         | 3,039.85         | 10,039.53         | 9,164.23         |
|        | <b>Total Expenses</b>   | <b>23,391.12</b> | <b>28,002.11</b> | <b>27,928.44</b> | <b>82,327.82</b>  | <b>83,589.94</b> |
| 3      | <b>Profit from Operations before exceptional Items &amp; Tax (1-2)</b>            | <b>2,541.26</b>  | <b>2,984.75</b>  | <b>1,725.46</b>  | <b>8,194.70</b>   | <b>6,076.69</b>  |
| 4      | Exceptional Items   | -                | -                | -                | -                 | 738.87           |
| 5      | <b>Profit before Tax</b>  | <b>2,541.26</b>  | <b>2,984.75</b>  | <b>1,725.46</b>  | <b>8,194.70</b>   | <b>5,337.82</b>  |
| 6      | Tax Expense   |                  |                  |                  |                   |                  |
|        | a. Current Tax  | 890.00           | 1,054.50         | 752.51           | 2,850.00          | 2,201.74         |
|        | b. Deferred Tax   | (63.23)          | (60.14)          | (210.08)         | (229.74)          | (546.04)         |
|        | c. Tax Adjustment for Earlier Years   | (0.01)           | (35.39)          | -                | (35.40)           | (15.16)          |
|        | <b>Total Tax Expenses</b>   | <b>826.76</b>    | <b>958.97</b>    | <b>542.43</b>    | <b>2,584.86</b>   | <b>1,640.54</b>  |
| 7      | <b>Net Profit for the period /Year (a)</b>  | <b>1,714.50</b>  | <b>2,025.78</b>  | <b>1,183.04</b>  | <b>5,609.84</b>   | <b>3,697.28</b>  |
| 8      | <b>Net Profit for the period /Year before exceptional items</b>                   |                  |                  |                  |                   |                  |
| 9      | Other Comprehensive Income  |                  |                  |                  |                   |                  |
|        | a. Items that will not be reclassified to Profit & Loss                           | (2.51)           | 5.02             | (2.51)           | (7.54)            | (7.54)           |
|        | b. Tax(benefit)/expense on items that will not be reclassified to profit and loss | 0.87             | (1.74)           | 4.35             | 2.61              | 2.61             |
|        | <b>Total Other Comprehensive Income (b)</b>                                       | <b>(1.64)</b>    | <b>3.28</b>      | <b>1.84</b>      | <b>(4.93)</b>     | <b>(4.93)</b>    |
| 10     | Total Comprehensive Income for the quarter/year(a+b)                              | 1,712.86         | 2,029.06         | 1,184.88         | 5,604.91          | 3,692.35         |
| 11     | Paid-up equity share capital(face value of ₹ 10 each )                            | 594.63           | 594.63           | 594.63           | 594.63            | 594.63           |
| 12     | Earning per Share   |                  |                  |                  |                   |                  |
|        | a) Basic  | 28.81            | 34.12            | 19.93            | 94.26             | 62.09            |
|        | b) Diluted  | 28.81            | 34.12            | 19.93            | 94.26             | 62.09            |

**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 12th February, 2018. The said results for the quarter and nine months ended December 31, 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 board at its meeting held on 12th February, 2018 declared an interim dividend of Rs. 6.25/-, dividend will be paid to those shareholders whose name appear in register of member/ depositories, as on record date (i.e. 21st February, 2018).
- 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 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.



6. According to the requirement of Ind-AS, revenue for the corresponding quarter and nine months ended December 31, 2016 were reported inclusive of excise duty. The Government of India has implemented Goods and Service Tax ("GST") from July 1, 2017 replacing Excise duty, Service Tax and various other Indirect Taxes. Accordingly, per IND AS-18, the revenue for the quarter ended December 31, 2017 is reported net of GST. Had the previously reported revenue shown net of excise duty, comparative income from operations of the Company would have been as follows:

(₹ in Lakhs)

| Particulars             | Quarter ended |            | Nine Months ended |            |
|-------------------------|---------------|------------|-------------------|------------|
|                         | 31-12-2017    | 30-09-2017 | 31-12-2017        | 31-12-2016 |
| Revenue from Operations | 25,437.42     | 30,473.68  | 84,205.94         | 75,472.71  |

7. Reconciliation of Net Profit after tax as previously reported under Indian GAAP and Ind AS for the quarter and nine months ended December 31, 2016 is as follows:

(₹ in Lakhs)

| Particulars                                     | Standalone                  |                                    |
|---|-----------------------------|------------------------------------|
|   | Quarter ended<br>31-12-2016 | Nine Months<br>ended<br>31-12-2016 |
| Net profit as per previous Indian GAAP          | 1,200.66                    | 3,650.03                           |
| Financial Assets Measured as FVTPL              | 29.85                       | 137.25                             |
| Finance Cost                                    | (8.03)                      | (26.51)                            |
| Derivative measured at MTM                      | (45.95)                     | (45.95)                            |
| Other Miscellaneous adjustments                 | (0.02)                      | (0.08)                             |
| Deferred tax impact on above adjustments        | 8.36                        | (22.39)                            |
| Net profit for the period under Ind AS          | 1,184.88                    | 3,692.35                           |
| Other Comprehensive Income/(Loss)               | -                           | -                                  |
| <b>Total Comprehensive Income as per Ind AS</b> | <b>1,184.88</b>             | <b>3,692.35</b>                    |

8. 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. The Company has also opted to consolidate financials of its Joint Ventures/ Associates on yearly basis under listing regulation 33(3)(b)(i).
9. The figures for the corresponding period/ previous period have been regrouped/rearranged/ recasted wherever necessary to make them comparable.
10. The Standalone unaudited results of the Company for the quarter and nine months ended December 31, 2017 are also available on the Company's website ([www.shardamotor.com](http://www.shardamotor.com)) and on the website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)).

for and on behalf of the Board of  
Sharda Motor Industries Limited

Director

Place: Chennai

Date: 12th February, 2018



**Auditors' 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 and nine months ended December 31, 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.

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 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.

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.

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

  
CA. Deepak Pokhriyal  
Partner

Membership No. 524778

Place: Chennai  
Dated: February 12, 2018