



# Sharda Motor Industries Ltd.

**SMIL: BSE/NSE: 20-21/2608**

**26<sup>th</sup> August, 2020**

**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)**

**Sub: Outcome of the Board Meeting held on 26<sup>th</sup> August, 2020**

Dear Sir/ Madam,

In furtherance to our Letter No. **SMIL: LISTING: 20-21/1908**, dated 19<sup>th</sup> August, 2020 and pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provision(s), if any, we hereby inform that the Board of Directors at their meeting held today (i.e. Wednesday, 26<sup>th</sup> August, 2020, commenced at 05:00 P.M. and concluded at 6:32 P.M.), has inter-alia considered and approved the Un-audited Financial Results (Standalone & Consolidated) for the first quarter ended 30<sup>th</sup> June, 2020.

A copy of the said standalone and consolidated Un-audited financial results alongwith the Limited Review Report are enclosed herewith.

This is for your information and record.

Thanking You,

Yours' Faithfully

**For Sharda Motor Industries Limited**

**Nitin Vishnoi**  
**Executive Director &**  
**Company Secretary**

**Encl. as above**

**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

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E-mail: [kawal.jain@guptavigg.com](mailto:kawal.jain@guptavigg.com)/ Website: [www.guptavigg.com](http://www.guptavigg.com)

**Independent Auditors' Review Report on Unaudited Quarterly Standalone Financial Results of Sharda Motor Industries Limited under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015**

To  
The Board of Directors of  
Sharda Motor Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Sharda Motor Industries Limited ("the Company") for the quarter ended June 30, 2020 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.
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 issue a report on the statement based on our review.
3. 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.
4. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement, 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to Note 5 to the standalone financial results, which describes the possible effect of uncertainties relating to COVID-19 pandemic on the Company's financial performance as assessed by the management.

Our conclusion is not modified in respect of the above matter.

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

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by DEEPAK  
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CA. Deepak Pokhriyal  
Partner

Membership No. 524778  
ICAI UDIN: 20524778AAAABO7789

Place: New Delhi  
Date: 26.08.2020

**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 unaudited standalone financial results for the quarter ended 30 June, 2020**

(₹ in Lakhs, except per share data)

S. No.	Particulars	Quarter ended			Year ended
		30-06-2020	31-03-2020	30-06-2019	31-03-2020
		(Unaudited)	(Audited) (Refer Note 2)	(Unaudited)	(Audited)
<b>1</b>	<b>Revenue</b>				
	a. Revenue from operations	10,364.83	23,707.22	25,367.75	86,298.81
	b. Other income	423.26	346.90	503.26	2,373.27
	<b>Total income (a+b)</b>	<b>10,788.09</b>	<b>24,054.12</b>	<b>25,871.01</b>	<b>88,672.08</b>
<b>2</b>	<b>Expenses</b>				
	a. Cost of raw material consumed	8,499.67	16,229.16	15,770.13	53,710.75
	b. Purchases of stock In trade	207.98	719.51	1,406.88	4,548.02
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(338.02)	(79.54)	(11.98)	329.17
	d. Employees benefits expense	1,609.97	1,993.57	2,356.25	8,496.97
	e. Depreciation and amortization expense	816.26	1,201.35	998.36	4,021.28
	f. Finance cost	28.52	23.73	24.40	92.82
	g. Other expenses	1,256.30	2,370.02	3,020.14	9,625.54
	<b>Total expenses</b>	<b>12,080.68</b>	<b>22,457.80</b>	<b>23,564.18</b>	<b>80,824.55</b>
<b>3</b>	<b>Profit/(loss) from operations before exceptional items &amp; tax (1-2)</b>	<b>(1,292.59)</b>	<b>1,596.32</b>	<b>2,306.83</b>	<b>7,847.53</b>
<b>4</b>	<b>Exceptional items</b>	-	-	-	-
<b>5</b>	<b>Profit/(loss) before tax (3-4)</b>	<b>(1,292.59)</b>	<b>1,596.32</b>	<b>2,306.83</b>	<b>7,847.53</b>
<b>6</b>	<b>Tax expense</b>				
	a. Current tax	-	546.66	803.33	2,456.00
	b. Deferred tax	(343.68)	170.80	(116.47)	(383.83)
	<b>Total tax expenses</b>	<b>(343.68)</b>	<b>717.46</b>	<b>686.86</b>	<b>2,072.17</b>
<b>7</b>	<b>Profit/(loss) for the quarter/year (5-6)</b>	<b>(948.91)</b>	<b>878.86</b>	<b>1,619.97</b>	<b>5,775.36</b>
<b>8</b>	<b>Other comprehensive income/(loss)</b>				
	(i) Items that will not be reclassified to profit or loss	(3.18)	20.12	(4.59)	(12.74)
	(ii) Tax(benefit)/expense on items that will not be reclassified to profit or loss	0.80	(5.06)	1.61	3.21
	<b>Total other comprehensive income/(loss)</b>	<b>(2.38)</b>	<b>15.06</b>	<b>(2.98)</b>	<b>(9.53)</b>
<b>9</b>	<b>Total comprehensive income/(loss) for the quarter/year (7+8)</b>	<b>(951.29)</b>	<b>893.92</b>	<b>1,616.99</b>	<b>5,765.83</b>
	Paid-up equity share capital (face value of ₹ 10 each)	594.63	594.63	594.63	594.63
<b>10</b>	<b>Other equity excluding revaluation reserves</b>	-	-	-	36,128.07
<b>11</b>	<b>Earnings Per Share (of ₹ 10/- each) (Not Annualised)</b>				
	a) Basic	(15.96)	14.78	27.24	97.12
	b) Diluted	(15.96)	14.78	27.24	97.12

**Notes:**

1. The above unaudited standalone financial results were reviewed and recommended by the Audit Committee and further considered & approved by the Board of Directors at their meeting held on August 26, 2020. The limited review under regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 has been carried by the Statutory Auditors of the Company.
2. The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and the unaudited published figures upto nine months of the relevant financial year.
3. These standalone financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
4. 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.
5. 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 lockdown announced by the Government of India due to which the operations were suspended for part of the quarter and gradually resumed with requisite precautions. The results for the quarter are, therefore, not comparable with those for the previous quarters.
6. Figures of the previous quarter/year have been re-grouped and re-arranged, wherever required.
7. The standalone financial results of the company for the quarter ended June 30, 2020 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)).

**Place: New Delhi**  
**Date: August 26, 2020**

**for and on behalf of the Board of Directors**

**AJAY**  
**RELAN**  
**Managing Director**

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by AJAY RELAN  
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**Independent Auditors' Review Report on Unaudited Quarterly Consolidated Financial Results of Sharda Motor Industries Limited under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015**

To  
The Board of Directors of  
Sharda Motor Industries Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Sharda Motor Industries Limited (hereinafter referred to as the "Parent Company") and its share of the net profit/(loss) after tax and total comprehensive profit/(loss) of its associate company and joint venture for the quarter ended June 30, 2020 ("the Statement"), attached herewith, being submitted by the Parent Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.
2. This statement, which is the responsibility of the Parent Company's Management and approved by the Parent Company's 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. We conducted our review of the statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The statement includes the results of the following entities:

<b>S. No.</b>	<b>Name of the Entity</b>	<b>Relationship</b>
1	Relan Industrial Financial Limited	Associate Company
2	Exhaust Technology Private Limited	Joint venture

5. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement, 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. Emphasis of Matter

We draw attention to Note 5 to the consolidated financial results, which describes the possible effect of uncertainties relating to COVID-19 pandemic on the Group's financial performance as assessed by the management.

Our conclusion is not modified in respect of the above matter.

8. The statement includes Parent's share of net loss after tax of Rs. 141.91 lakhs and total comprehensive loss of Rs. 141.91 lakhs for the quarter ended June 30, 2020, as considered in the consolidated unaudited financial results, in respect of one associate company and one joint venture, based on the interim financial statements/financial information/financial results, which have not been reviewed/audited. According to the information and explanations given to us by the management, these interim financial statements/financial information/financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

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

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CA. Deepak Pokhriyal  
Partner

Membership No. 524778  
ICAI UDIN: 20524778AAAABP6985

Place: New Delhi  
Date: 26.08.2020

**Sharda Motor Industries Limited**  
**Regd. Office: D-188, Okhla Industrial Area, Phase-I, New Delhi-110020**  
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E-Mail: investorrelations@shardamotor.com, Website: www.shardamotor.com

**Statement of unaudited consolidated financial results for the quarter ended 30 June, 2020**

(₹ in Lakhs, except per share data)

S. No.	Particulars	Quarter ended			Year ended
		30-06-2020 (Unaudited)	31-03-2020 (Audited) (Refer Note 2)	30-06-2019 (Unaudited)	31-03-2020 (Audited)
<b>1</b>	<b>Revenue</b>				
	a. Revenue from operations	10,364.83	23,707.22	25,367.75	86,298.81
	b. Other income	423.26	346.90	503.26	2,373.27
	<b>Total income (a+b)</b>	<b>10,788.09</b>	<b>24,054.12</b>	<b>25,871.01</b>	<b>88,672.08</b>
<b>2</b>	<b>Expenses</b>				
	a. Cost of raw material consumed	8,499.67	16,229.16	15,770.13	53,710.75
	b. Purchases of stock In trade	207.98	719.51	1,406.88	4,548.02
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	(338.02)	(79.54)	(11.98)	329.17
	d. Employees benefits expense	1,609.97	1,993.57	2,356.25	8,496.97
	e. Depreciation and amortization expense	816.26	1,201.35	998.36	4,021.28
	f. Finance cost	28.52	23.73	24.40	92.82
	g. Other expenses	1,256.30	2,368.91	3,020.14	9,625.54
	<b>Total expenses</b>	<b>12,080.68</b>	<b>22,456.69</b>	<b>23,564.18</b>	<b>80,824.55</b>
<b>3</b>	<b>Profit/(loss) from operations before exceptional items &amp; tax (1-2)</b>	<b>(1,292.59)</b>	<b>1,597.43</b>	<b>2,306.83</b>	<b>7,847.53</b>
<b>4</b>	Exceptional items	-	-	-	-
<b>5</b>	<b>Profit/(loss) before tax (3-4)</b>	<b>(1,292.59)</b>	<b>1,597.43</b>	<b>2,306.83</b>	<b>7,847.53</b>
<b>6</b>	Tax expense				
	a. Current tax	-	546.66	803.33	2,456.00
	b. Deferred tax	(343.68)	170.80	(116.47)	(383.83)
	<b>Total tax expenses</b>	<b>(343.68)</b>	<b>717.46</b>	<b>686.86</b>	<b>2,072.17</b>
<b>7</b>	<b>Profit/(loss) for the quarter/year before share of profit/(loss) of associate and joint venture (5-6)</b>	<b>(948.91)</b>	<b>879.97</b>	<b>1,619.97</b>	<b>5,775.36</b>
<b>8</b>	Share of profit/(loss) of associate (net of tax)	2.28	11.71	129.00	<b>46.55</b>
<b>9</b>	Share of profit/(loss) of joint venture (net of tax)	(144.19)	(271.79)	1.88	<b>(583.13)</b>
<b>10</b>	<b>Profit/(loss) for the quarter/year (7+8+9)</b>	<b>(1,090.82)</b>	<b>619.89</b>	<b>1,750.85</b>	<b>5,238.78</b>
<b>11</b>	Other comprehensive income/(loss)				
	(i) Items that will not be reclassified to profit or loss	(3.18)	20.12	(2.79)	(12.74)
	(ii) Tax(benefit)/expense on items that will not be reclassified to profit or loss	0.80	(5.07)	0.98	3.21
	<b>Total other comprehensive income/(loss)</b>	<b>(2.38)</b>	<b>15.05</b>	<b>(1.81)</b>	<b>(9.53)</b>
<b>12</b>	<b>Total comprehensive income/(loss) for the quarter/year (10+11)</b>	<b>(1,093.20)</b>	<b>634.94</b>	<b>1,749.04</b>	<b>5,229.25</b>
<b>13</b>	Paid-up equity share capital (face value of ₹ 10 each )	594.63	594.63	594.63	594.63
<b>14</b>	Other equity excluding revaluation reserves	-	-	-	35,862.63
<b>15</b>	Earnings Per Share (of ₹ 10/- each) (Not Annualised)				
	a) Basic	(18.34)	10.42	29.44	88.10
	b) Diluted	(18.34)	10.42	29.44	88.10



**Notes:**

1. The above unaudited consolidated financial results were reviewed and recommended by the Audit Committee and further considered & approved by the Board of Directors at their meeting held on August 26, 2020. The limited review under regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 has been carried by the Statutory Auditors of the Company.
2. The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and the unaudited published figures upto nine months of the relevant financial year.
3. These consolidated financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
4. 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.
5. The Company's operations and consolidated financial results for the quarter ended June 30, 2020 have been adversely impacted by the outbreak of COVID-19 pandemic and the consequent lockdown announced by the Government of India due to which the operations were suspended for part of the quarter and gradually resumed with requisite precautions. The results for the quarter are, therefore, not comparable with those for the previous quarters.
6. Figures of the previous quarter/year have been re-grouped and re-arranged, wherever required.
7. The consolidated financial results of the company for the quarter ended June 30, 2020 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 Directors**

**Place: New Delhi**  
**Date: August 26, 2020**

AJAY  
RELAN  
Managing Director

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AJAY RELAN  
Date: 2020.08.26  
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