

SHRIRAM PISTONS & RINGS LIMITED

Regd. Office: 3rd Floor, Himalaya House, 23, Kasturba Gandhi Marg, New Delhi - 110 001

Tel.: +91 11 2331 5941 Fax: +91 11 2331 1203, Website: www.shrirampistons.com

E-mail: compliance.officer@shrirampistons.com, CIN: L29112DL1963PLC004084, PAN: AAACS0229G

Statement of standalone unaudited financial results for the quarter and nine month ended December 31, 2019

(Amount in Lac Rs.
except per share details)

Particulars	Standalone					
	3 Months ended December 31, 2019	3 Months ended September 30, 2019	3 Months ended December 31, 2018 (refer note 4a)	Period Ended December 31, 2019	Period Ended December 31, 2018 (refer note 4a)	Year Ended March 31, 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations						
I Revenue from operations	38628	42115	44090	124200	139280	195491
II Other income	566	389	477	1506	1682	2363
III Total income (I+II)	39194	42504	44567	125706	140962	197854
IV Expenses						
a) Cost of materials consumed	10768	12096	16867	36838	50458	61884
b) Purchase of stock-in-trade	1203	1521	-	4020	-	10759
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2769	2202	(3338)	4531	(5141)	(3720)
d) Employee benefit expense	8535	8756	9351	26563	27673	36918
e) Finance Costs (refer note 2)	278	348	341	899	1016	1392
f) Depreciation and amortization expenses (refer note 2)	2635	2700	2308	7654	6759	9433
g) Other expenses	11278	12273	15135	38207	45478	60264
Total expenses	37466	39896	40664	118712	126243	176930
V Profit before tax (III-IV)	1728	2608	3903	6994	14719	20924
VI Tax expense						
Current tax	341	790	1057	2011	4828	7139
Deferred tax	140	(282)	427	(115)	432	(60)
Tax expense on re-measurement of deferred tax assets/ liabilities for earlier period on account of change in the tax rate (refer note 3)	-	(918)	-	(918)	-	-
Total tax expense	481	(410)	1484	978	5260	7079
VII Profit for the period (V-VI)	1247	3018	2419	6016	9459	13845
VIII Other comprehensive income / (loss)						
A (i) Items that will not be reclassified to profit or loss						
a) Remeasurments of the post employment defined benefit plans	58	276	(236)	(151)	80	48
(ii) Income tax relating to items that will not be reclassified to profit or loss	(15)	(117)	83	38	(28)	(17)
B (i) Items that will be reclassified to profit or loss						
a) Fair value change of cash flow hedge	(281)	89	592	(37)	228	223
(ii) Income tax relating to items that will be reclassified to profit or loss	71	(7)	(207)	9	(79)	(78)
Other comprehensive income (after tax)	(167)	241	232	(141)	201	176
IX Total comprehensive Income for the period (VII+VIII)	1080	3259	2651	5875	9660	14021
X Paid up equity share capital (Face value of share - Rs 10 each)	2237	2237	2237	2237	2237	2237
XI Earnings per equity share (Face value of - Rs 10 each) (not annualised)						
(a) Basic	5.57	13.49	10.81	26.89	42.28	61.88
(b) Diluted	5.57	13.49	10.81	26.89	42.28	61.88

Contd....

Notes:

- 1 The Company deals principally in only one segment i.e. automotive components.
- 2 Effective from April 01, 2019, the Company has adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 01, 2019 using the modified retrospective approach. Accordingly, the Company has not restated the comparative information. The adoption of the new standard has resulted in recognition of "Right to use" assets of Rs. 2322 lac and corresponding "lease liability" in respect of remaining lease payments for operating leases as on December 31, 2019. Also, finance leases as on December 31, 2019 has been reclassified to "right to use assets" which were earlier shown as prepayment land leases under "Other assets". Resulting impact in the statement of profit and loss is Rs 348 lac and Rs 131 lac under "Depreciation and amortisation" and "Finance cost" for the period ended December 31, 2019.
- 3 The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act 1961 as introduced by the Taxation Laws (amendment) Ordinance, 2019. Accordingly, the Company has recognised the tax provision for the quarter and nine months ended December 31, 2019 and re-measured the deferred tax assets/liabilities on the basis of the rates prescribed in that section. The full impact of this change has been recognised in the Statement of Profit and Loss. Tax expense for the quarter and nine months ended December 31, 2019 is based on effective revised tax rate which includes one time net credit of Rs. 918 lac on account of re-measurement of deferred tax assets/ liabilities pertaining to previous year.
- 4 (a) The Company had received approval to the scheme of amalgamation of M/s Shriram Automotive Products Limited. with the Company on March 05, 2019 from Hon'ble National Company Law Tribunal ("NCLT"), Delhi Bench with effect from appointed date of April 01, 2018, which the Company has filed with Registrar of Companies (RoC) on March 29, 2019. In accordance with Ind AS103 "Business Combinations", the Company has given effect of the scheme of amalgamation using "Acquisition method" with effect from appointed date i.e April 01, 2018 in the last quarter of financial year 2018-19 for the full financial year. Accordingly, the financial results for quarter/ year ending March 31, 2019 onwards, include result of operations of erstwhile M/s Shriram Automotive Products Limited and thus not comparable with financial results of corresponding preceding period to that extent.
(b) As per the scheme of amalgamation, the Company had issued 28,85,760, 4.2% fully paid up non-participating, redeemable, non-convertible cumulative Preference Shares, having a par value of Rs. 100 per Preference Share to shareholders of Shriram Automotive Products Limited. The Preference Share were redeemable at par on expiry of 5 years from the date of allotment i.e. March 30, 2019. However, the Company had an option to redeem these preference shares at par on expiry of 6 months from the date of allotment or June 30, 2019 whichever is later. The Company has exercised the option and redeemed the above preference shares on October 01, 2019 in cash. The Company has paid a dividend @ 2.1% i.e. Rs. 2.1 on each preference share of the nominal value of Rs. 100 on October 01, 2019.
- 5 The results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (referred to as "IND AS") 34 Interim Financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules made thereunder. The above results were reviewed and recommended by Audit Committee at its meeting held on January 28, 2020 and taken on record by Board of directors at its meeting held on January 28, 2020. The Statutory Auditors have carried out a Limited Review of the aforesaid financial results.
- 6 The Board of directors have approved the payment of an interim dividend @ 30% i.e. Rs. 3/- on each equity share of the nominal value of Rs. 10/-
- 7 Figures of previous periods have been regrouped, wherever necessary, to correspond with the figures of the current period.

For and on behalf of the Board

Place: New Delhi

Date : January 28, 2020

(VINOD RAHEJA)

CHIEF FINANCIAL OFFICER

(A. K.TANEJA)

MANAGING DIRECTOR

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(b) As per the scheme of amalgamation, the Parent Company had issued 28,85,760, 4.2% fully paid up non-participating, redeemable, non-convertible cumulative Preference Shares, having a par value of Rs. 100 per Preference Share to shareholders of Shriram Automotive Products Limited. The Preference Share were redeemable at par on expiry of 5 years from the date of allotment i.e. March 30, 2019. However, the Parent Company had an option to redeem these preference shares at par on expiry of 6 months from the date of allotment or June 30, 2019 whichever is later. The Parent Company has exercised the option and redeemed the above preference shares on October 01, 2019 in cash. The Parent Company has paid a dividend @ 2.1% i.e. Rs. 2.1 on each preference share of the nominal value of Rs. 100 on October 01, 2019.
- 5 Operations of M/s SPR International Auto Exports Limited, wholly owned subsidiary of the Parent Company, are insignificant. Consolidated financial results in terms of net sales, net profit and EPS remains same, as of stand-alone operations of the Parent Company.
- 6 The results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (referred to as "IND AS") 34 Interim Financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules made thereunder. The above results were reviewed and recommended by Audit Committee at its meeting held on January 28, 2020 and taken on record by Board of directors at its meeting held on January 28, 2020. The Statutory Auditors have carried out a Limited Review of the aforesaid financial. Review of the M/S SPR International Auto Exports Limited has been done by Independent Auditors.
- 7 The Board of directors have approved the payment of an interim dividend @ 30% i.e. Rs. 3/- on each equity share of the nominal value of Rs. 10/-
- 8 Figures of previous periods have been regrouped, wherever necessary, to correspond with the figures of the current period.

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