

**Statement of Unaudited Financial Results for the Quarter Ended 30 June 2016**

Financial Information		₹ Crores			
SI No	Particulars	Quarter ended			Year ended
		30.06.2016 (Unaudited)	31.03.2016 (Unaudited) Refer Note 6	30.06.2015 (Unaudited)	31.03.2016 (Unaudited)
1	<b>Income from Operations</b>				
	(a) Revenue from Operations	45.83	44.48	41.11	179.31
	(b) Other Operating Income	0.59	1.13	0.56	2.56
	<b>Total Income from operations (a+b)</b>	<b>46.42</b>	<b>45.61</b>	<b>41.67</b>	<b>181.87</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	15.54	16.02	17.35	62.53
	(b) Changes in Inventories of finished goods, work-in-progress	(1.34)	0.28	(3.04)	(2.08)
	(c) Excise duty	4.66	4.04	3.97	17.08
	(d) Employee benefits expense	9.50	8.32	8.98	36.40
	(e) Depreciation and amortisation expense	4.26	4.19	4.18	16.71
	(f) Other Expenses	9.66	8.56	10.03	37.74
	<b>Total Expenses</b>	<b>42.28</b>	<b>41.41</b>	<b>41.47</b>	<b>168.38</b>
3	<b>Profit from Operations before Other Income and Finance costs (1-2)</b>	<b>4.14</b>	<b>4.20</b>	<b>0.20</b>	<b>13.49</b>
4	Other Income	2.49	2.22	2.26	9.28
5	<b>Profit from ordinary activities before Finance costs (3+4)</b>	<b>6.63</b>	<b>6.42</b>	<b>2.46</b>	<b>22.77</b>
6	Finance Costs	-	-	-	-
7	<b>Profit from ordinary activities after Finance costs (5-6)</b>	<b>6.63</b>	<b>6.42</b>	<b>2.46</b>	<b>22.77</b>
8	Tax Expense	1.74	1.08	1.08	5.29
9	<b>Net Profit for the Quarters / Year (7-8)</b>	<b>4.89</b>	<b>5.34</b>	<b>1.38</b>	<b>17.48</b>
10	Other Comprehensive Income	-	0.23	0.23	0.90
11	<b>Total Comprehensive Income</b>	<b>4.89</b>	<b>5.57</b>	<b>1.61</b>	<b>18.38</b>
12	Paid-up Equity Share Capital (Face Value of Re.1 each)	8.17	8.17	8.17	8.17
13	Reserves Excluding Revaluation Reserves	-	-	-	276.03
14	Earnings Per Share of Face value of ₹ 1 each (Not annualised for the quarters)				
	i) Basic and Diluted EPS for the quarters / year	0.60	0.65	0.17	2.14

**Notes**

- The above Financial Results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on 25th July, 2016.
- The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- The above results have been subjected to Limited Review by Statutory Auditors.
- The Company's main business is manufacture of Gears and Gear Products. There are no separate reportable segments as per Ind AS 108 - Operating Segments
- Consequent to transition from the previous Indian GAAP to Ind AS, the reconciliation of profit is provided as below for the previous quarters and year presented, in accordance with the requirements of paragraph 32 of Ind AS 101 - First time Adoption of Ind AS.

Particulars	₹ Crores		
	31.03.2016	30.06.2015	31.03.2016
<b>Net Profit under Previous GAAP</b>	<b>5.33</b>	<b>1.89</b>	<b>18.24</b>
Actuarial (gain)/loss on employee defined benefit funds recognised in Other Comprehensive Income	(0.23)	(0.23)	(0.90)
Effect of measuring investments at fairvalue through profit and loss	0.33	-	0.64
Effect of fair valuation of Financial Assets	0.03	(0.24)	(0.43)
Tax and deferred tax impact on above adjustments	(0.12)	(0.04)	(0.07)
<b>Net Profit for the period under Ind AS</b>	<b>5.34</b>	<b>1.38</b>	<b>17.48</b>
Other Comprehensive Income	0.23	0.23	0.90
<b>Total Comprehensive Income under Ind AS</b>	<b>5.57</b>	<b>1.61</b>	<b>18.38</b>

- The figures of quarter ended 31.03.2016 are the balancing figures between the figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the previous financial year.
- The above financial results are also available on our website [www.shanthigears.com](http://www.shanthigears.com)
- Previous period figures have been regrouped / reclassified, wherever necessary.

Place : Coimbatore  
 Date : 25 July 2016



For Shanthy Gears Limited

*M M Murugappan*


**M M Murugappan**  
 Chairman

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
SHANTHI GEARS LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SHANTHI GEARS LIMITED** ("the Company") for the Quarter ended 30 June 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 05 July 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.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards 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, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 05 July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 008072S)



**C R RAJAGOPAL**  
Partner  
(Membership No. 23418)



Place: Coimbatore  
Date: 25 July 2016