

HONDA

Ref: HIPP/SE/2023-24/17

May 12, 2023

Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street, Fort,
Mumbai—400001

Honda India Power Products Limited
Head Office & Works :
Plot No. 5, Sector-41, (Kasna)
Greater Noida Industrial Development Area,
Distt. Gautam Budh Nagar (U.P.) Pin-201310
Tel. : +91-120-2590 100
Fax : +91-120-2590 350
Website : www.hondaindiapower.com
CIN : L40103DL2004PLC203950
E-mail : ho.mgt@hspp.com

Listing Department
National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza,
Bandra Kurla Complex, Bandra (E),
Mumbai—400051

Scrip Code: NSE : HONDAPOWER
BSE : 522064

Sub: Outcome of the Board Meeting – as per Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

This is to inform you that the Board of Directors at their Meeting held on May 12, 2023 have inter-alia considered and approved the Audited Financial Statements of the Company for the Financial Year ended March 31, 2023. The Meeting commenced at 07:10 PM and concluded at 08:14 PM .

Pursuant to Regulation 33(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 we are hereby enclosing the following for your information and record:

1. Audited Financial Results along with the Audit Report of the Company for the Financial Year ended March 31, 2023.
2. Declaration for unmodified opinion in terms of Regulation 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

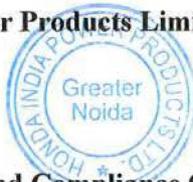
Pursuant to Regulation 30 read with and Schedule III Part A of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we further wish to inform you that:

1. The Board of Directors at the aforesaid Meeting has recommended a Dividend of Rs.16.50 per equity share of the Company for the Financial Year ended March 31, 2023.
2. The said Dividend shall be paid to the shareholders on September 05, 2023.

We request the Exchange to take the aforesaid information on record and notify your constituents accordingly.

Thanking you.

Yours truly,
For **Honda India Power Products Limited**,



Sunita Ganjoo
Company Secretary and Compliance Officer

Encl: as above

Statement of Audited Financial Results for the quarter and year ended March 31, 2023

(INR in lakhs)

	Particulars	Quarter Ended			Year Ended	
		Mar 31, 2023	Dec 31, 2022	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
		Audited*	Unaudited	Audited*	Audited	Audited
I	Revenue from operations					
II	Other Income	31,330	33,885	32,367	1,24,629	1,15,629
		498	289	306	1,917	1,684
III	Total Income (I+II)	31,828	34,174	32,673	1,26,546	1,17,313
IV	Expenses					
	Cost of materials consumed	14,386	15,870	16,467	65,319	65,165
	Purchase of stock-in-trade	1,935	2,655	2,318	9,755	9,472
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	4,005	1,655	2,125	(29)	(1,440)
	Employee benefits expense	2,482	3,265	2,872	12,706	11,740
	Finance costs	41	6	28	58	48
	Depreciation and amortisation expense	605	491	458	2,078	1,852
	Other expenses	5,717	5,941	6,280	23,369	20,470
	Total expenses (IV)	29,171	29,883	30,548	1,13,256	1,07,307
V	Profit before tax (III-IV)	2,657	4,291	2,125	13,290	10,006
VI	Exceptional Items					
	Exceptional Expenses*	(1,750)	-	-	(1,750)	-
	Total Exceptional Items	(1,750)	-	-	(1,750)	-
VII	Profit after exceptional items before tax (V+VI)	907	4,291	2,125	11,540	10,006
VIII	Tax expense					
	Current tax	677	1,173	562	3,674	2,650
	Deferred tax charge/ (benefit)	(351)	(77)	5	(643)	(97)
	Total Tax expenses (VIII)	326	1,096	567	3,031	2,553
IX	Profit for the period (VII-VIII)	581	3,195	1,558	8,509	7,453
X	Other comprehensive income/(loss)					
	Items that will not be reclassified to profit or loss					
	-Remeasurement of post-employment benefit obligations	(403)	(1)	6	(406)	(3)
	-Income tax relating to above item	103	0	(2)	104	1
	Total other comprehensive income/(loss), net of tax(X)	(300)	(1)	4	(302)	(2)
XI	Total comprehensive income for the period (IX+X)	281	3,194	1,562	8,207	7,451
XII	Paid-up equity share capital (face value of Rs. 10 per share)	1,014	1,014	1,014	1,014	1,014
XIII	Earnings per share (of Rs.10 each) (not annualised):					
	Basic earnings per share (Rs.)	5.73	31.50	15.36	83.89	73.48
	Diluted earnings per share (Rs.)	5.73	31.50	15.36	83.89	73.48

* Refer Note 4

* Refer Note 5



Honda India Power Products Limited

Regd. Office : 409, DLF Tower B, Jasola Commercial Complex, New Delhi -110025

CIN: L40103DL2004PLC203950

Statement of Assets and Liabilities as at March 31, 2023

(INR in lakhs)

Particulars	As at Mar 31, 2023	As at Mar 31, 2022
	Audited	Audited
ASSETS		
Non-current assets		
Property, Plant and Equipment	8,504	8,065
Right-of-use assets	432	485
Capital work-in-progress	868	1,217
Intangible assets	185	116
Intangible assets under development	56	52
Financial assets		
Other financial assets	1,347	7,859
Deferred tax assets (net)	1,457	711
Non-current tax assets (net)	4,671	4,483
Other non-current assets	542	775
Total-Non-Current Assets	18,062	23,763
Current assets		
Inventories	16,695	17,639
Financial assets		
Trade receivables	7,084	8,711
Cash and cash equivalents	11,465	12,188
Other bank balances	35,382	15,545
Other financial assets	789	194
Other current assets	3,537	8,105
Total-Current Assets	74,952	62,382
TOTAL-ASSETS	93,014	86,145
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,014	1,014
Other equity	72,660	65,974
Total- Equity	73,674	66,988
Liabilities		
Non-current liabilities		
Provisions	120	72
Financial liabilities		
Lease liabilities	78	114
Total-Non-Current liabilities	198	186
Current liabilities		
Financial liabilities		
Trade payables		
-Total outstanding dues to micro enterprises and small enterprises	1,154	1,364
-Total outstanding dues to other than micro enterprises and small enterprises	8,321	10,394
Lease liabilities	3	9
Other financial liabilities	1,644	2,424
Contract liabilities	1,453	1,224
Provisions	4,319	1,703
Other current liabilities	2,248	1,853
Total-Current liabilities	19,142	18,971
TOTAL EQUITY AND LIABILITIES	93,014	86,145



Audited Statement of Cash Flows

(INR in lakhs)

	Particulars	Year ended	
		31 Mar 2023	31 Mar 2022
A.	Cash flow from operating activities		
	Profit before tax	13,290	10,096
	Adjustments for:		
	Depreciation and amortisation expense	2,078	1,852
	Net (gain)/loss on disposal of property, plant and equipment and intangible assets	(95)	(3)
	Interest income on bank deposits and loan	(1,618)	(1,266)
	Finance costs	58	48
	Net unrealised exchange loss/(gain)	(44)	121
	Provisions / liabilities written back to the extent no longer required	(7)	-
	Allowance for doubtful advances	15	-
	Provision created for slow moving inventory/(written back)	30	36
	Operating profit before working capital changes	13,677	10,794
	(Increase)/Decrease in trade receivables	1,529	(568)
	(Increase)/Decrease in inventories	914	(1,625)
	Increase/(Decrease) in trade payables	(2,284)	278
	(Increase)/Decrease in other financial assets	(8)	(16)
	(Increase)/Decrease in other non current assets	218	218
	(Increase)/Decrease in other current assets	4,450	(2,280)
	Increase/(Decrease) in provisions	2,258	18
	Increase/ (Decrease) in other financial liabilities	(33)	249
	Increase/ (Decrease) in contract liabilities	229	(1,028)
	Increase/(Decrease) in other current liabilities	395	367
	Cash generated from/ (used in) operations	21,345	6,407
	Income taxes paid including interest (net of refunds and interest received on Income tax refund)	(3,862)	(2,717)
	Exceptional Items	(1,750)	-
	Net cash inflow/ (outflow) from operating activities - Total (A)	15,733	3,690
B.	Cash flows from investing activities		
	Payments for property, plant and equipment	(2,819)	(1,517)
	Payments for intangibles	(139)	(150)
	Proceeds from sale of property, plant and equipment	117	53
	Loan repayment from fellow subsidiary	-	16,000
	Investment in fixed deposits	(29,282)	(24,012)
	Proceeds from maturity of fixed deposits	16,053	9,993
	Interest received on loans and fixed deposits	1,084	1,240
	Net cash inflow/ (outflow) from investing activities - Total (B)	(14,986)	1,607
C.	Cash flows from financing activities		
	Dividend paid to company's shareholders	(1,521)	(1,014)
	Interest Cost	(44)	(35)
	Lease payments	(55)	(80)
	Net cash outflow from financing activities - Total (C)	(1,620)	(1,129)
D.	Net increase/ (decrease) in cash and cash equivalents (A)+(B)+(C)	(873)	4,168
	Cash and cash equivalents at the beginning of the year	12,188	8,026
	Effects of exchange rate changes on cash and cash equivalents	150	(6)
	Cash and cash equivalents at the end of the year	11,465	12,188
E.	Non-cash financing and investing activities		
	-Acquisition of right-of-use assets.	-	45
	Reconciliation of cash and cash equivalents as per the cash flow statement		
	Cash and cash equivalents as per above comprise of the following		
	Balances with banks		
	Deposits with maturity of less than three months	2,859	2,090
	Cheques on hand	8,290	9,775
	Cash on hand	315	322
	Balances per statement of cash flows	11,465	12,188



Notes to audited financial results:

1. The above financial results of the Company have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. The statutory auditors have issued unmodified audit report on these results.
2. The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 12, 2023.
3. The Company is in the business of "Power Products" which is a single segment in accordance with Ind AS-108 "Operating Segment" notified pursuant to Companies (Accounting Standards) Rule, 2015.
4. The figures of the quarters ended March 31, 2022 & March 31, 2023 are the balancing figures between the audited figures in respect of the relevant financial years and the published unaudited year to date figures up to the third quarter of the relevant financial years.
5. The Company's major export is to its fellow subsidiaries located in the United States of America (USA), Canada, Australia, United Kingdom (UK), countries in European Union (EU) and European Free Trade Association (EFTA). In line with the regulatory requirements of the above-mentioned countries, the Company is required to do product line testing (PLT) on regular intervals for one of the key products being sold to these countries to comply with emission norms. Results of such testing done during the financial year 2021-22, were not in confirmation with required norms in case of Australia, UK, countries in EU/EFTA and in case of USA and Canada, testing results exceeded the declarations on the products but same were within the required norms in respective countries.

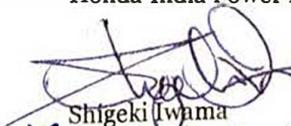
After countermeasures, the Company restarted dispatches during the year. The necessary corrective action in the stock lying with Australia, United Kingdom (UK), countries in European Union (EU) and European Free Trade Association (EFTA) has been taken and related expenses have been accounted for during the year.

In respect of the above matter, the regulatory cost, if any, cannot be ascertained reliably, therefore no provision is being made during the current year.

For the stock lying with fellow subsidiaries in the US and Canada, the Company is in discussion to repair the stock lying with them for which the estimated expenses shall be approximately Rs 509 Lacs. In addition to this, the Company may be required to reimburse them for expenses towards inventory holding which is estimated to be Rs. 1,241 Lacs. These amounts are recognized as expense of the year ended 31 March 2023 and disclosed as "Exceptional Items" in the financial results. The reimbursement of expenses to one of the fellow subsidiaries, needs prior approval of shareholders, being related party transactions.

6. The Board of Directors have recommended a dividend of Rs. 16.50/- per share (165% of an equity share of par value of Rs. 10/- each) for the year ended March 31, 2023. The Payment is subject to approval of the shareholder at the ensuing Annual General Meeting of the Company.

For and on behalf of the Board of Directors of
Honda India Power Products Limited


Shigeaki Iwama
CMD and President & CEO
DIN: 10075458



Place: New Delhi
Date: May 12, 2023

B S R & Co. LLP

Chartered Accountants

Building No. 10, 12th Floor, Tower-C,
DLF Cyber City, Phase - II,
Gurugram - 122 002, India
Tel: +91 124 719 1000
Fax: +91 124 235 8613

Independent Auditor's Report

To the Board of Directors of Honda India Power Products Limited Report on the audit of the Annual Financial Results

Opinion

We have audited the accompanying annual financial results of Honda India Power Products Limited (hereinafter referred to as the "Company") for the year ended 31 March 2023, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive loss and other financial information for the year ended 31 March 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Annual Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion on the annual financial results.

Emphasis of Matter

We draw attention to note 5 to the financial results, which describes the uncertainty arising out of the possible non-compliance of environmental legislation in the form of enhanced emission levels, over and above the declaration made by the Company or above the permissible levels in the destination countries, with regard to certain product being manufactured and exported by the Company. In respect of the above matter, the regulatory cost, if any, cannot be ascertained reliably by the Company, therefore no provision has been made during the current year.

Further, as mentioned in the said note, the Company has, based on management's best estimate, recognised expenses of INR 1,750 lakhs in relation to repair cost of inventory exported, as mentioned in paragraph above which is lying with the fellow subsidiaries and reimbursement of expenses related to

Independent Auditor's Report (Continued)

Honda India Power Products Limited

inventory holding cost. The reimbursement of expenses to one of these fellow subsidiaries, is subject to the approval from the shareholders.

Our opinion is not modified in respect of these matters.

Management's and Board of Directors' Responsibilities for the Annual Financial Results

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the annual financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the

Independent Auditor's Report (Continued)

Honda India Power Products Limited

appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

- a. The annual financial results of the Company for the year ended 31 March 2022 were audited by the predecessor auditor.
The predecessor auditor had expressed an unmodified opinion on 28 May 2022.
- b. The annual financial results include the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No.:101248W/W-100022



Rajesh Arora

Partner

New Delhi

12 May 2023

Membership No.: 076124

UDIN:23076124BGZBHU7396

HONDA

Ref: HIPP/SE/2023-24/18

May 12, 2023

Corporate Relationship Department
BSE Limited
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street, Fort,
Mumbai – 400001

Honda India Power Products Limited
Head Office & Works :
Plot No. 5, Sector-41, (Kasna)
Greater Noida Industrial Development Area,
Distt. Gautam Budh Nagar (U.P.) Pin-201310
Tel. : +91-120-2590 100
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Website : www.hondaindiapower.com
CIN : L40103DL2004PLC203950
E-mail : ho.mgt@hspp.com

Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No. C/1, G- Block,
Bandra Kurla Complex Bandra (E),
Mumbai – 400051

Scrip Code: NSE : HONDAPOWER
BSE : 522064

Sub: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

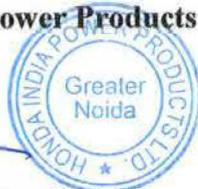
It is hereby declared that the Statutory Auditors of the Company, M/s B S R & Co, LLP Chartered Accountants (Firm Registration No. 101248W/W-100022) have issued the Audit Report with an unmodified opinion on the Annual Audited Financial Results of the Company for the quarter and year ended March 31, 2023.

This declaration is issued in compliance of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto from time to time.

Thanking you.

Yours Truly,
For **Honda India Power Products Limited**


Vinay Mittal
Whole Time Director & CFO



Honda India Power Products Limited
(Formerly Honda Siel Power Products Limited)

Regd. Office : 409, DLF Tower B, Jasola Commercial Complex, New Delhi - 110025