

SHRIRAM PISTONS & RINGS LTD.

REGD. / H.O. : 3rd FLOOR, HIMALAYA HOUSE, 23, KASTURBA GANDHI MARG, NEW DELHI - 110 001



SHRIRAM

January 28, 2020

Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra Kurla Complex, Bandra (East)
Mumbai – 400051

ISIN No. INE526E01018

Company Symbol: SHRIPISTON

**Submission of Unaudited Financial Results along with Limited Review Report and
Declaration of Dividend**

Dear Sir,

The Board of Directors of our Company, in their meeting held on January 28, 2020, which started at 4:00 p.m. has approved Unaudited financial results for period ended December 2019.

The above unaudited financial results along with Limited Review Report are being submitted in terms of provisions of Regulation 30(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board of Directors have also recommended interim dividend of Rs. 3.00 per share for the financial year 2019-20 to be paid to shareholders whose name stand in Register of members as on February 6th, 2020.

For the compliance of Regulation 30(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the interim dividend will be paid/ dispatched on or before February 20, 2020.

The Board Meeting of the Company has concluded at 6:00 P.M.

Thanking You,

Yours Faithfully

(R. Srinivasan)

Company Secretary

Encl: As above

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

TO THE BOARD OF DIRECTORS OF SHRIRAM PISTONS & RINGS LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **SHRIRAM PISTONS & RINGS LIMITED** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the quarter and nine months ended December 31, 2019 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent'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 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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.

The consolidated figures for the corresponding quarter ended December 31, 2018 and nine months ended December 31, 2018, as reported in the accompanying Statement have been approved by the Parent's Board of Directors, but have not been subjected to review.

4. The Statement includes the results of the subsidiary named SPR International Auto Exports Limited.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditor referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. As stated in Note 4(a) to the Statement, the figures for the corresponding quarter and nine months ended December 31, 2018 are as previously published and do not incorporate the effect of the material adjustments that relate to the said quarter and nine months period ended December 31, 2018 that were recorded in the quarter ended March 31, 2019. Our conclusion on the Statement is not modified in respect of this matter.
7. We did not review the financial results of SPR International Auto Exports Limited included in the consolidated unaudited financial results, whose financial results reflect total revenues of Rs. 0.09 Lakhs and Rs. 0.28 Lakhs for the quarter and nine months ended December 31, 2019 respectively, total net profit after tax of Rs. 0.05 Lakhs and Rs. 0.08 Lakhs for the quarter and nine months ended December 31, 2019 and total comprehensive income of Rs. 0.05 Lakhs and Rs. 0.08 Lakhs for the quarter and nine months ended December 31, 2019, as considered in the Statement. These financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the reports of the other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of these matters.



For DELOITTE HASKINS & SELLS

Chartered Accountants

(Firm's Registration No. 015125N)

Vijay Agarwal
Partner

(Membership No. 094468)

(UDIN: 20094468AAAAAH7578)

Place: New Delhi
Date: 28 January, 2020

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 consolidated unaudited financial results for the quarter and nine month ended December 31, 2019

(Amount in Lac Rs.
except per share details)

Particulars	Consolidated					
	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	2364
III Total income (I+II)	39194	42504	44567	125706	140962	197855
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	60265
Total expenses	37466	39896	40664	118712	126243	176931
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

For IDENTIFICATION ONLY

Deloitte Haskins & Sells

Contd.

Notes:

- 1 The Group deals principally in only one segment i.e. automotive components.
- 2 Effective from April 01, 2019, the Group has adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 01, 2019 using the modified retrospective approach. Accordingly, the Group 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 account is Rs 348 lac and Rs 131 lac under "Depreciation and amortisation" and "Finance cost" for the period ended December 31, 2019.
- 3 The Group 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 Group 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 Parent Company had received approval to the scheme of amalgamation of M/s Shriram Automotive Products Limited with the Parent 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 Parent Company has filed with Registrar of Companies (RoC) on March 29, 2019. In accordance with Ind AS 103 "Business Combinations", the Parent 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 result of corresponding preceding period to that extent.
- (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.

Place: New Delhi

Date : January 28, 2020


(VINOD RAHEJA)
CHIEF FINANCIAL OFFICER

For and on behalf of the Board


(A. K. TANEJA)
MANAGING DIRECTOR

For IDENTIFICATION ONLY

PB
Deloitte Haskins & Sells



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

TO THE BOARD OF DIRECTORS OF SHRIRAM PISTONS & RINGS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SHRIRAM PISTONS & RINGS LIMITED** ("the Company"), for the quarter and nine months ended December 31, 2019 ("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 amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the 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 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.
4. Based on our review conducted 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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 amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. As stated in Note 4(a) to the Statement, the figures for the corresponding quarter and nine months ended December 31, 2018 are as previously published and do not incorporate the effect of the material adjustments that relate to the said quarter and nine months period ended December 31, 2018 that were recorded in the quarter ended March 31, 2019. Our conclusion on the Statement is not modified in respect of this matter.



For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 015125N)

Vijay Agarwal
Partner

(Membership No. 094468)
(UDIN: 20094468AAAAAG3154)

Place: New Delhi
Date: 28 January, 2020

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
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) Remeasurements 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

For IDENTIFICATION ONLY

Contd. ...

PB
Deloitte Haskins & Sells

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 and 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.

Place: New Delhi

Date : January 28, 2020


(VINOD RAHEJA)
CHIEF FINANCIAL OFFICER

For and on behalf of the Board


(A. K. TANEJA)

MANAGING DIRECTOR

For IDENTIFICATION ONLY


Deloitte Haskins & Sells



