

23<sup>rd</sup> July, 2020

BSELISTING

NEAPS

The Secretary <b>BSE Limited,</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001.	The Manager, Listing Department <b>National Stock Exchange of India Limited</b> 'Exchange Plaza', C-1, Block G, Bandra Kurla Complex, Bandra (East), Mumbai 400 051
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Dear Sir,

**Sub : Outcome of the Board Meeting and announcements pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations')**

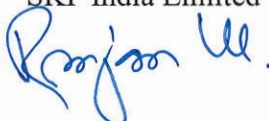
Pursuant to the provisions of the Listing Regulations and further to our letter ref. DG/330 & 331 dated 8<sup>th</sup> July, 2020, we wish to inform you that Board of Directors of the Company at their meeting held today, commenced at 10.00 hrs and concluded at 11.34 am has, inter-alia, considered and approved the Unaudited Financial Results of the Company for the quarter ended 30<sup>th</sup> June, 2020.

The Unaudited Financial Results of the Company for the quarter ended 30<sup>th</sup> June, 2020 along with Limited Review Report thereon given by M/s Price Waterhouse & Co Bangalore LLP, Statutory auditors of the Company as per Regulation 33 of Listing Regulations are enclosed herewith.

Kindly arrange to display this information on the notice board of your esteemed exchange.

Thanking you,

Yours faithfully,  
SKF India Limited



Ranjan Kumar  
Company Secretary

**SKF India Limited**

Registered Office: Mahatma Gandhi Memorial Building, Netaji Subhash Road, Charni Road, Mumbai 400 002, Maharashtra, India  
Tel +91 (22) 2285 7777. Fax +91 (22) 2281 9074. Web [www.skf.com](http://www.skf.com), [www.skfindia.com](http://www.skfindia.com)  
CIN: L29130MH1961PLC011980

# SKF INDIA LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

# SKF

(Rs. in Millions)

Particulars	Quarter ended			Year ended
	June 30, 2020 (Unaudited)	March 31, 2020 (Unaudited)	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
<b>1 Revenue from Operations</b>	3,012.4	6,102.1	7,768.3	28,415.8
Other Income	152.7	464.4	171.5	1,039.2
<b>Total Income</b>	<b>3,165.1</b>	<b>6,566.5</b>	<b>7,939.8</b>	<b>29,455.0</b>
<b>2 Expenses</b>				
(a) Cost of materials consumed	473.0	1,460.6	1,656.0	6,028.0
(b) Purchases of stock-in-trade	1,450.2	2,900.7	2,994.7	12,032.2
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(84.5)	(562.9)	37.2	(155.0)
(d) Employee benefits expenses	567.2	581.1	643.0	2,396.6
(e) Depreciation and amortisation expenses	144.7	146.6	138.6	571.2
(f) Finance cost	5.0	18.2	26.3	94.8
(g) Other expenses	612.8	1,103.9	1,237.2	4,619.5
<b>Total Expenses</b>	<b>3,168.4</b>	<b>5,648.2</b>	<b>6,733.0</b>	<b>25,587.3</b>
<b>3 Profit /(Loss) before Tax</b>	<b>(3.3)</b>	<b>918.3</b>	<b>1,206.8</b>	<b>3,867.7</b>
<b>4 Income tax expense :</b>				
Current tax	-	150.5	430.6	901.5
Deferred tax charge / (credit)	(0.8)	28.2	(3.2)	90.1
Short / (excess) tax provision for earlier years	-	(13.8)	-	(13.8)
<b>Total tax expense</b>	<b>(0.8)</b>	<b>164.9</b>	<b>427.4</b>	<b>977.8</b>
<b>5 Profit /(Loss) for the period (3 - 4)</b>	<b>(2.5)</b>	<b>753.4</b>	<b>779.4</b>	<b>2,889.9</b>
<b>6 Other comprehensive income, net of income tax -</b>				
Items that will not be reclassified to profit and loss				
Remeasurement of post employment benefits obligation	-	(97.2)	-	(122.4)
Income tax (charge) / credit relating to these items	-	24.5	-	30.8
<b>Other comprehensive income for the year (net of tax)</b>	<b>-</b>	<b>(72.7)</b>	<b>-</b>	<b>(91.6)</b>
<b>7 Total comprehensive income for the period (5 + 6)</b>	<b>(2.5)</b>	<b>680.7</b>	<b>779.4</b>	<b>2,798.3</b>
<b>8 Paid-up Equity Share Capital (face value Rs. 10/-)</b>	494.4	494.4	494.4	494.4
<b>9 Reserves excluding Revaluation Reserve (as per Balance sheet of previous accounting period )</b>				18,558.1
<b>10 Earnings Per Share (of Rs.10/- each)</b>				
a Basic (not to be annualised)	(0.1)	15.2	15.8	58.5
b Diluted (not to be annualised)	(0.1)	15.2	15.8	58.5

*M. Shetty*  
ME

SKF India Ltd. \*  
Chinchwad, Pune-411033

**Notes :**

- 1 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 2 The Company manufactures bearings and other related components and is of the view that it is a single business segment in accordance with Ind AS-108- 'Operating Segments' notified pursuant to Companies (Accounting Standards) Rules, 2015.
- 3 The spread of COVID 19 has severely impacted businesses in many countries, including India and there has been severe disruption to regular business operations due to lock downs, disruptions in transport, supply chain, quarantines, social distancing and other emergency measures. The Company has made assessment of liquidity, recoverable values of its financial and non-financial assets etc. and has concluded that there are no material adjustments required in the interim financial results. However the impact assessment of COVID-19 is a continuous process, given the uncertainties associated with its nature and duration. The impact of global health pandemic might be different from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material changes to future economic conditions.
- 4 Previous period's figures have been regrouped wherever necessary to conform to current period's classification.
- 5 The above financial results were reviewed by the Audit Committee on July 22, 2020 and approved by the Board at their meeting held on July 23, 2020.
- 6 The auditors of the Company have conducted a limited review of the financial results for the quarter ended June 30, 2020. An unqualified report has been issued by them thereon.

Date :- July 23, 2020  
Place :- Pune



SKF India Limited

Manish Bhatnagar  
Managing Director

# Price Waterhouse & Co Bangalore LLP

## Chartered Accountants

To  
The Board of Directors  
SKF India Limited,  
Mahatma Gandhi Memorial Building,  
Netaji Subhash Road,  
Mumbai -400002

1. We have reviewed the unaudited financial results of SKF India Limited (the "Company") for the quarter ended June 30, 2020 which are included in the accompanying 'Unaudited Financial results for the Quarter ended June 30, 2020 (the "Statement")'. The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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.
3. 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. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw your attention to Note 3 to the Statement, which describes the management's assessment of the impact of the outbreak of Coronavirus (COVID-19) on the business operations of the Company. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.

For Price Waterhouse & Co Bangalore LLP  
Firm Registration Number: 007567S/ S200012  
Chartered Accountants

AMIT ARUN BORKAR  
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AMIT ARUN BORKAR  
Date: 2020.07.23  
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Amit Borkar  
Partner  
Membership Number: 109846  
UDIN: 20109846AAAADN6539

Place: Pune  
Date: July 23, 2020

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Registered office and Head Office: Plot No. 5th Floor, Tower D, The Millenia, 1&2 Murphy road, Ulsoor, Bangalore, Karnataka – 560008

Price Waterhouse & Co Bangalore LLP (LLP IN: AAC-6284) is registered as a Limited Liability Partnership (LLP) identity Price Waterhouse & Co., Bangalore has converted from partnership firm to an LLP effective August 25, 2014. Its registration number with ICAI after said conversion as LLP is 007567S/S200012 (registration number before conversion was 007567S)

For further information, please contact:  
Sunil Kurup, 02066112435; [sunil.kurup@skf.com](mailto:sunil.kurup@skf.com)

## **SKF India declares its financial results for Q1 FY 20-21**

**Pune, July 23, 2020:** The Board of Directors of SKF India Limited, India's leading technology and solutions provider of bearings and units, seals, lubrication, condition monitoring and services, today approved the unaudited financial results for the first quarter ended June 30, 2020.

### **The financial highlights are as given below:**

- The Revenue from operations of the Company for the period was at Rs.3,012.4 million as compared to Rs 6,102.1 million in the previous quarter.
- The Profit After Tax for the period was a loss of Rs.2.5 million compared to profit of Rs.753.4 million during the previous quarter.

Manish Bhatnagar, Managing Director, SKF India commented, "The past quarter has been one of the most challenging in our history with nationwide lockdowns and zero production for over 50 days. June brought in some green shoots, but it was short-lived with ongoing regional lockdowns. As a result of these lockdowns, our revenue for the quarter was down 49% compared to the prior quarter. During the quarter, we stayed focused on these priorities: customers, suppliers, employees and our communities. By virtually collaborating with customers, we won significant orders for our Rotating Equipment Performance (REP) offerings in the industrial sector, thus proving the long-term potential of these new performance-based business models.

We partnered with our suppliers every step of the way to ensure their safety protocols, financial viability and labour availability, thereby allowing them to ramp up at the same pace as our factories when we started operations. To ensure safety and well-being of our employees, we took several actions including following all mandatory guidelines and protocols. To build resilience to our cash flows, we continued to focus on cost avoidance and cash preservation. And finally, we worked tirelessly within our local communities to support healthcare workers and migrant labourers. As a result of these focused actions and the resourcefulness of our people, we believe we are well-poised to recover quickly and decisively when the economy starts to return to normalcy."

SKF's mission is to be the undisputed leader in the bearing business. SKF offers solutions around the rotating shaft, including bearings, seals, lubrication, condition monitoring, and maintenance services. SKF is represented in more than 130 countries and has around 17,000 distributor locations worldwide. Annual sales in 2019 were SEK 86,013 million and the number of employees was 43,360. [www.skf.com](http://www.skf.com)

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