

DG/330 & 331  
29<sup>th</sup> October, 2019

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 : Unaudited Financial Results for the second quarter & half year ended 30<sup>th</sup> September, 2019.**

Further to our letter ref. DG/330 & 331 dated 27<sup>th</sup> September, 2019, we wish to inform you that the Company's Unaudited Financial Results for the second quarter & half year ended 30<sup>th</sup> September, 2019 were placed before the Board and taken on record at the Board Meeting held today. The meeting commenced at 2.00 p.m. and concluded at 3.19 p.m

The Unaudited Financial Results of the Company as per Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 are enclosed herewith.

Kindly arrange to display this information on the notice board of your esteemed exchange. We are simultaneously taking steps to publish the same. The above information is also available on the website of the Company: [www.skfindia.com](http://www.skfindia.com).

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) 22857777. Fax: +91 (22) 2281 9074. Web: [www.skf.com](http://www.skf.com), [www.skfindia.com](http://www.skfindia.com)  
CIN: L29130MH1961PLC011980

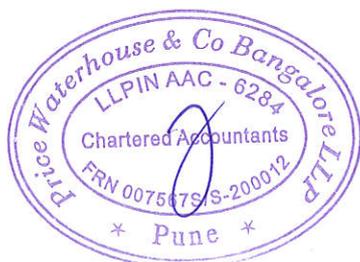
# SKF INDIA LIMITED



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2019

(Rs. in Millions)

Particulars	Quarter ended			6 Months ended		Year ended
	September 30, 2019 (Unaudited)	June 30, 2019 (Unaudited)	September 30, 2018 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2018 (Unaudited)	March 31, 2019 (Audited)
1 Revenue from Operations	7,472.0	7,768.3	7,660.4	15,240.3	15,209.9	30,345.3
Other Income	232.2	171.5	214.3	403.7	439.6	923.8
<b>Total Income</b>	<b>7,704.2</b>	<b>7,939.8</b>	<b>7,874.7</b>	<b>15,644.0</b>	<b>15,649.5</b>	<b>31,269.1</b>
2 Expenses						
(a) Cost of materials consumed	1,559.6	1,656.0	1,927.2	3,215.6	3,766.3	7,342.7
(b) Purchases of stock-in-trade	3,366.2	2,994.7	2,409.2	6,360.9	5,185.6	10,859.1
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(146.8)	37.2	14.4	(109.6)	(171.9)	(437.2)
(d) Employee benefits expenses	596.4	643.0	697.8	1,239.4	1,312.5	2,582.8
(e) Depreciation and amortisation expenses	141.4	138.6	116.5	280.0	233.6	463.9
(f) Finance cost	24.5	26.3	20.7	50.8	37.7	76.6
(g) Other expenses	1,146.5	1,237.2	1,384.9	2,383.7	2,730.3	5,139.3
<b>Total Expenses</b>	<b>6,687.8</b>	<b>6,733.0</b>	<b>6,570.7</b>	<b>13,420.8</b>	<b>13,094.1</b>	<b>26,027.2</b>
3 Profit before Tax	1,016.4	1,206.8	1,304.0	2,223.2	2,555.4	5,241.9
4 Income tax expense :						
Current tax	155.1	430.6	469.6	585.7	923.5	1,923.1
Deferred tax charge / (credit)	15.1	(3.2)	(8.6)	11.9	(19.7)	(49.8)
Short / (excess) tax provision for earlier years	-	-	-	-	-	10.9
<b>Total tax expense</b>	<b>170.2</b>	<b>427.4</b>	<b>461.0</b>	<b>597.6</b>	<b>903.8</b>	<b>1,884.2</b>
5 Profit for the period (3 - 4)	846.2	779.4	843.0	1,625.6	1,651.6	3,357.7
6 Other comprehensive income, net of income tax -						
Items that will not be reclassified to profit and loss						
Remeasurement of post employment benefits obligation	-	-	-	-	-	(34.7)
Income tax (charge) / credit relating to these items	-	-	-	-	-	12.1
<b>Other comprehensive income for the year (net of tax)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(22.6)</b>
7 Total comprehensive income for the period (5 + 6)	846.2	779.4	843.0	1,625.6	1,651.6	3,335.1
8 Paid-up Equity Share Capital (face value Rs. 10/-)	494.4	494.4	513.4	494.4	513.4	494.4
9 Reserves excluding Revaluation Reserve ( as per Balance sheet of previous accounting period )						16,475.0
10 Earnings Per Share (of Rs.10/- each)						
a Basic (not to be annualised)	17.1	15.8	16.4	32.9	32.2	65.7
b Diluted (not to be annualised)	17.1	15.8	16.4	32.9	32.2	65.7

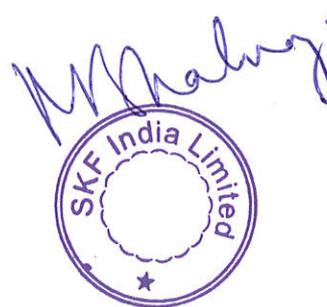
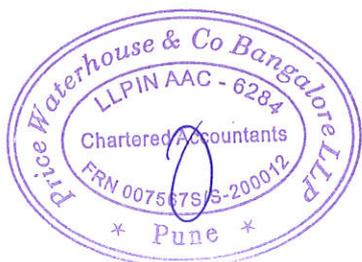


*M. Ghaly*

## Statement of Assets and Liabilities

(Rs. in Millions)

Particulars	As at September 30, 2019 (Unaudited)	As at March 31, 2019 (Audited)
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	2,957.6	2,669.6
Capital Work-in-progress	515.7	621.8
Right-of-use assets	246.7	-
Investment properties	166.6	169.9
Intangible assets	1.1	1.6
Financial assets		
Loans to related party	1,250.0	1,250.0
Others	424.1	297.0
Deferred tax assets (net)	216.6	228.4
Non-Current Tax Asset (net)	457.7	514.2
Other non-current assets	118.7	101.8
<b>Total non-current assets</b>	<b>6,354.8</b>	<b>5,854.3</b>
<b>Current Assets</b>		
Inventories	4,581.2	4,610.0
Financial Assets		
Investment in Government securities	1,472.0	441.7
Trade receivables	5,505.0	5,212.6
Cash and cash equivalents	812.8	1,183.6
Bank balance other than above	4,638.1	4,850.6
Loans to related party	124.9	202.2
Others Financial assets	353.7	327.2
Other Current Assets	615.3	284.6
<b>Total current assets</b>	<b>18,103.0</b>	<b>17,112.5</b>
<b>TOTAL ASSETS</b>	<b>24,457.8</b>	<b>22,966.8</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	494.4	494.4
Other Equities		
Reserves and surplus	17,385.0	16,475.0
<b>Total Equity</b>	<b>17,879.4</b>	<b>16,969.4</b>
<b>Non-current liabilities</b>		
Financial Liabilities		
Lease Liability	171.1	-
Employee benefit obligation	250.3	239.5
Provisions	83.8	84.2
<b>Total non-current liabilities</b>	<b>505.2</b>	<b>323.7</b>
<b>Current Liabilities</b>		
Financial Liabilities		
Borrowings	900.0	900.0
Lease Liability	85.6	-
Trade Payables	4,049.7	3,491.4
Other current Financial liabilities	696.7	723.5
Employee benefit obligations	134.2	114.5
Provisions	138.2	179.2
Current Tax Liabilities (Net)	-	56.8
Other current liabilities	68.8	208.3
<b>Total current liabilities</b>	<b>6,073.2</b>	<b>5,673.7</b>
<b>Total Liabilities</b>	<b>6,578.4</b>	<b>5,997.4</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>24,457.8</b>	<b>22,966.8</b>



# SKF INDIA LIMITED

## Statement of Cash Flow

(INR in Million)

	For the six months ended		For the year ended
	30-Sep-19	30-Sep-18	March 31, 2019
<b>A. Cash flow from Operating Activities</b>			
Profit before tax	2,223.2	2,555.4	5,241.9
Adjusted for :			
Depreciation / Amortisation	280.0	233.6	463.9
Net Profit on sale of Fixed Assets	(2.1)	(0.1)	(33.8)
Finance cost	50.8	37.7	76.6
Interest income	(290.1)	(362.3)	(743.7)
Operating Profit before working capital changes	38.6	(91.1)	(237.0)
Adjusted for :	2,261.8	2,464.3	5,004.9
Decrease / (increase) in trade receivables	(292.4)	(76.3)	(305.0)
Decrease / (increase) in inventories	28.8	(272.3)	(581.2)
Decrease / (increase) in current & non-current assets	(353.4)	245.6	125.3
(Decrease) / increase in trade payables	558.3	(176.7)	(405.6)
(Decrease) / increase in other liabilities and provisions	62.5	236.8	94.3
Cash generated from operations	3.8	(42.9)	(1,072.2)
Direct taxes paid (net of refunds)	2,265.6	2,421.4	3,932.7
Cash flow before exceptional items	(778.2)	(807.1)	(2,122.9)
Net cash flow from Operating Activities (A)	1,487.4	1,614.3	1,809.8
<b>B. Cash flow from Investing Activities</b>			
Purchase of Property Plant & Equipment	(616.4)	(232.7)	(456.7)
Sale of Property Plant & Equipment	8.1	3.2	45.1
Sale / (Purchase) of investments	(1,030.3)	(418.1)	1,093.5
Deposits placed during the year	(3,230.0)	(2,880.0)	(6,920.0)
Deposits matured during the year	3,442.5	2,110.0	8,420.0
Interest Earned	229.5	182.2	633.8
Interest Earned on loan to related party	60.0	60.6	123.4
Repayment of loan by related party	75.0	100.0	125.0
Net cash used in Investing Activities (B)	(1,061.6)	(1,074.8)	3,064.1
<b>C. Cash flow from Financing Activities</b>			
Buy Back of equity shares	-	-	(3,996.1)
Proceeds of Borrowings (net)	-	150.0	50.0
Dividend paid (including tax on distributed profits)	(716.5)	(742.7)	(742.7)
Payment of Lease liability	(29.3)	-	-
Finance cost	(50.8)	(37.7)	(76.6)
Net cash used in Financing Activities (C)	(796.6)	(630.4)	(4,765.4)
<b>Net changes in Cash and Cash Equivalents (A+B+C)</b>	<b>(370.8)</b>	<b>(90.9)</b>	<b>108.5</b>
Cash and Cash Equivalents at beginning of the year	1,183.6	1,075.1	1,075.1
Cash and Cash Equivalents at the end of the year	812.8	984.2	1,183.6
<b>Net changes in Cash and Cash Equivalents</b>	<b>(370.8)</b>	<b>(90.9)</b>	<b>108.5</b>



*M. Mahalingam*

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 is of the view that it manufactures bearings and other related components which is a single business segment in accordance with Ind AS-108- 'Operating Segments' notified pursuant to Companies (Accounting Standards) Rules, 2015.
- 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 provision for Income Tax for the six months ended September 30, 2019 and re-measured its Deferred Tax Assets basis the rate prescribed in the said section. The impact of this change has been recognised in the statement of Profit & Loss for the quarter ended September 30, 2019.
- 4 The Company has adopted Ind AS 116 "Leases" effective April 1, 2019 (transition date), which applies to all lease contracts existing on transition date using the simplified approach. On transition date, the adoption of the new standard resulted in recognition of Right -of- Use asset (ROU) and equivalent lease liability of INR 287 million. The effect of this adoption on the profit for the period and the earnings per share is not significant and has been appropriately dealt in these results
- 5 Previous period's figures have been regrouped wherever necessary to conform to current period's classification.
- 6 The above financial results were reviewed by the Audit Committee on October 29, 2019 and approved by the Board at its meeting held on October 29 , 2019.
- 7 The auditors of the Company have conducted a limited review of the financial results for the quarter ended September 30, 2019. An unqualified report has been issued by them thereon.

Date :- October 29, 2019  
Place :- Pune



SKF India Limited

Manish Bhatnagar  
Managing Director



# Price Waterhouse & Co Bangalore LLP

## Chartered Accountants

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 September 30, 2019 which are included in the accompanying "Unaudited Financial Results for the Quarter and Six Months ended September 30,2019", the statement of assets and liabilities as on that date and the statement of cash flows for the half-year ended on that date (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.

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

Jeetendra Mirchandani  
Partner  
Membership Number: 48125  
UDIN: 19048125 AAAA CX1070  
Place: Pune  
Date: October 29, 2019

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Price Waterhouse & Co Bangalore LLP (LLP IN: AAC-6284) is registered as a Limited Liability Partnership (LLP). 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)