

DG/330 & 331
6th February, 2020

BSELISTING

NEAPS

The Secretary
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.

The Manager, Listing Department
National Stock Exchange of India Limited
'Exchange Plaza', C-1, Block G,
Bandra Kurla Complex,
Bandra (East),
Mumbai 400 051

Dear Sir,

Sub : Unaudited Financial Results for the third quarter and nine months ended 31st December, 2019.


Further to our letter ref. DG/330 & 331 dated 31st December, 2019, we wish to inform you that the Company's Unaudited Financial Results for the third quarter and 9 months ended 31st December, 2019 were placed before the Board and taken on record at the Board Meeting held today. The meeting commenced at 02.00 p.m. and concluded at 3.40 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. We also enclose a copy of the "Limited Review Report" for the quarter and nine month period ended 31st December 2019" issued by our Statutory Auditors.

Kindly arrange to display this information on the notice board of your esteemed exchange. We are simultaneously taking steps to publish the same.

Thanking you,

Yours faithfully,
SKF India Limited



Ranjan Kumar
Company Secretary

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SKF India Limited

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CIN: L29130MH1961PLC011980

SKF INDIA LIMITED



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

(Rs. in Millions)

Particulars	Quarter ended			9 Months ended		Year ended
	December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited)	March 31, 2019 (Audited)
1 Revenue from Operations	7,073.4	7,472.0	7,676.5	22,313.7	22,860.9	30,345.3
Other Income	171.1	232.2	338.2	574.8	777.8	923.8
Total Income	7,244.5	7,704.2	8,014.7	22,888.5	23,638.7	31,269.1
2 Expenses						
(a) Cost of materials consumed	1,351.8	1,559.6	1,722.9	4,567.4	5,489.2	7,342.7
(b) Purchases of stock-in-trade	2,770.6	3,366.2	2,904.9	9,131.5	8,090.5	10,859.1
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	517.5	(146.8)	(82.8)	407.9	(254.7)	(437.2)
(d) Employee benefits expenses	576.1	596.4	639.7	1,815.5	1,952.2	2,582.8
(e) Depreciation and amortisation expenses	144.6	141.4	114.8	424.6	348.4	463.9
(f) Finance cost	24.8	24.5	20.7	75.6	58.4	76.6
(g) Other expenses	1,131.9	1,146.5	1,275.4	3,515.6	3,980.3	5,139.3
Total Expenses	6,517.3	6,687.8	6,595.6	19,938.1	19,664.3	26,027.2
3 Profit before Tax	727.2	1,016.4	1,419.1	2,950.4	3,974.4	5,241.9
4 Income tax expense :						
Current tax	165.3	155.1	525.9	751.0	1,449.4	1,923.1
Deferred tax charge / (credit)	50.0	15.1	8.7	61.9	(11.0)	(49.8)
Short / (excess) tax provision for earlier years	-	-	0.0	-	0.0	10.9
Total tax expense	215.3	170.2	534.6	812.9	1,438.4	1,884.2
5 Profit for the period (3 - 4)	511.9	846.2	884.5	2,137.5	2,536.0	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	(25.2)	-	(48.4)	(25.2)	(48.4)	(34.7)
Income tax (charge) / credit relating to these items	6.3	-	16.9	6.3	16.9	12.1
Other comprehensive income for the year (net of tax)	(18.9)	-	(31.5)	(18.9)	(31.5)	(22.6)
7 Total comprehensive income for the period (5 + 6)	493.0	846.2	853.0	2,118.6	2,504.5	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)	10.4	17.1	17.2	43.2	49.4	65.7
b Diluted (not to be annualised)	10.4	17.1	17.2	43.2	49.4	65.7



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 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.
- 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 and approved by the Board at its meeting held on February 6, 2020.
- 6 The auditors of the Company have conducted a limited review of the financial results for the quarter and nine months ended December 31, 2019. An unqualified report has been issued by them thereon.

Date :- February 6, 2020
Place :- Bengaluru



SKF India Limited

Manish Bhatnagar

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 December 31, 2019 and the year to date results for the period April 1, 2019 to December 31, 2019 which are included in the accompanying 'Unaudited Financial Results for the Quarter and Nine months ended December 31, 2019' (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: 200 48125 AAAA D 12494
Place: Bengaluru
Date: February 6, 2020

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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 MCA 21 is 6602001.

For further information, please contact:
Sunil Kurup, 02066112435; sunil.kurup@skf.com

SKF India declares its financial results for Q3 FY20

Bengaluru, February 6, 2020: The Board of Directors of SKF India Limited, India's leading technology and solutions provider of bearings, seals, lubrication systems and services, today approved the unaudited financial results for the third quarter ended December 31, 2019.

The financial highlights are as given below:

- The Revenue from operations of the Company for the period was at Rs 7073.4 million as compared to Rs 7676.5 million in the previous year.
- The Profit After Tax for the period was Rs 511.9 million compared to Rs 884.5 million during the previous year.

Commenting on the occasion, Mr. Manish Bhatnagar, Managing Director, SKF India said, "We continue to see muted demand in the industrial segments, and degrowths across automotive segments. Private consumption growth has still not picked up to our expectations, and this has had a contagion effect on demand from both new projects and the after-market. Nevertheless, we continue to invest in capacity, technology and talent to prepare for the demand uptick which is expected now in the second half of the FY21. Our Rotating Equipment Performance (REP) business is gaining popularity with customers who see value in using SKF's deep domain expertise to improve their operational metrics. We are continuing to invest ahead of the curve in new production lines to expand the India manufacturing footprint to include many new products. And most importantly, our new leadership team is now fully integrated in the business and driving a cultural and strategic transformation that will further sharpen our leadership position in this industry. Overall, we remain optimistic that that we are nearing the end of cyclical downturn and expect to see a return to growths in both revenue and profitability in the coming quarters."

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 2018 were SEK 85,713 million and the number of employees was 44,428. www.skf.com

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