

SML/SEC/EXCH  
7<sup>th</sup> February, 2020

Corporate Relationship Department BSE Limited, Mumbai	The Secretary, National Stock Exchange of India Ltd., Mumbai
Scrip Code: 505192	Scrip Code: SMLISUZU

Dear Sir,

**Outcome of Board Meeting –Regulation 30 of SEBI (LODR), 2015**


This is to inform you that the Board of Directors of the Company at the Meeting held today 7<sup>th</sup> February 2020 (Friday) at New Delhi have approved the Unaudited Financial Results for the third quarter and nine months ended 31<sup>st</sup> December, 2019.

Copies of the un-audited Financial Results along with Limited Review Report from the Company's Statutory Auditors are enclosed herewith.

The Board meeting commenced at 2:00 PM and concluded at 6:05 PM

You are requested to kindly take note of the above information on your records.

Yours faithfully  
For **SML ISUZU LIMITED**



**(PARVESH MADAN)**  
Company Secretary & Compliance Officer  
[pmadan@smlisuzu.com](mailto:pmadan@smlisuzu.com)  
ACS-31266

**SML ISUZU Limited**

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**Regd. Office & Works:**

Village : Asron, Distt. Shahid Bhagat Singh Nagar (Nawanshahar) Punjab -144533

T +91 1881 270255 F +91 1881 270223 W [www.smlisuzu.com](http://www.smlisuzu.com) CIN L50101PB1983PLC005516

Trucks & Buses

# SML ISUZU LIMITED

Regd. Office : Village Asron, Distt. Shahid Bhagat Singh Nagar (Nawanshahr) - 144 533, Punjab

CIN : L50101PB1983PLC005516, Website: www.smlisuzu.com, Email id : investors@smlisuzu.com, T : 91 1881 270255, F: 91 1881 270223

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2019

(Rupees in Crores, except share data, per share data and unless otherwise stated)

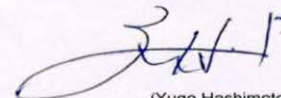
S.No.	Particulars	Quarter Ended			Nine Months Ended		Year ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		Unaudited					Audited
<b>1</b>	<b>INCOME</b>						
	a) Revenue from operations	176.52	234.04	231.58	881.99	979.62	1,409.22
	b) Other income	0.85	2.12	1.18	3.63	3.05	4.49
	<b>Total Income (1)</b>	<b>177.37</b>	<b>236.16</b>	<b>232.76</b>	<b>885.62</b>	<b>982.67</b>	<b>1,413.71</b>
<b>2</b>	<b>EXPENSES</b>						
	a) Cost of materials consumed	112.72	104.18	238.14	481.83	694.03	1,058.22
	b) Purchase of stock-in-trade	16.30	14.10	14.33	45.07	46.47	66.01
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	11.70	71.75	(76.41)	169.18	7.52	(62.88)
	d) Employee benefits expense	35.99	37.59	40.64	116.89	122.33	166.70
	e) Finance cost	3.50	3.73	3.86	11.90	11.63	16.10
	f) Depreciation and amortisation expense	9.89	10.20	9.75	30.05	28.90	38.44
	g) Other expenses	18.30	21.15	22.39	65.75	75.76	106.79
	<b>Total Expenses (2)</b>	<b>208.40</b>	<b>262.70</b>	<b>252.70</b>	<b>920.67</b>	<b>986.64</b>	<b>1,389.38</b>
<b>3</b>	<b>Profit / (Loss) before exceptional items and tax (1-2)</b>	<b>(31.03)</b>	<b>(26.54)</b>	<b>(19.94)</b>	<b>(35.05)</b>	<b>(3.97)</b>	<b>24.33</b>
<b>4</b>	Exceptional items	-	-	-	-	-	-
<b>5</b>	<b>Profit / (Loss) before tax (3-4)</b>	<b>(31.03)</b>	<b>(26.54)</b>	<b>(19.94)</b>	<b>(35.05)</b>	<b>(3.97)</b>	<b>24.33</b>
<b>6</b>	Tax expense						
	- Current tax	-	(5.51)	(4.18)	(0.78)	(0.35)	5.38
	- Deferred tax	(13.14)	(3.21)	(0.96)	(15.22)	(1.19)	(0.62)
<b>7</b>	<b>Profit / (Loss) for the period (5-6)</b>	<b>(17.89)</b>	<b>(17.82)</b>	<b>(14.80)</b>	<b>(19.05)</b>	<b>(2.43)</b>	<b>19.57</b>
<b>8</b>	<b>Other Comprehensive Income</b>						
	A. (i) Items that will not be reclassified to Profit or loss						
	- Remeasurements of defined benefit plans	(0.73)	(0.72)	0.24	(2.18)	0.72	(2.64)
	(ii) Income tax related to items that will not be reclassified to profit or loss	0.25	0.25	(0.08)	0.76	(0.25)	0.93
	B. (i) Items that will be reclassified to Profit or loss						
	- Effective portion of gains / (losses) on hedging instruments in cash flow hedges	0.22	(0.48)	(1.31)	0.18	1.38	0.45
	(ii) Income tax related to items that will be reclassified to profit or loss	(0.07)	0.16	0.46	(0.06)	(0.48)	(0.16)
<b>9</b>	<b>Total Comprehensive Income for the period (7+8) (comprising Profit / (Loss) and Other Comprehensive Income for the period)</b>	<b>(18.22)</b>	<b>(18.61)</b>	<b>(15.49)</b>	<b>(20.35)</b>	<b>(1.06)</b>	<b>18.15</b>
<b>10</b>	<b>Basic and diluted earnings per share (Rupees)</b>	<b>(12.36)</b>	<b>(12.31)</b>	<b>(10.23)</b>	<b>(13.16)</b>	<b>(1.68)</b>	<b>13.53</b>
<b>11</b>	Paid-up equity share capital (face value Rs. 10 per share)	14.48	14.48	14.48	14.48	14.48	14.48
<b>12</b>	Other equity	-	-	-	-	-	399.11
	See accompanying notes to the unaudited financial results						



**Notes :**

- 1 The Company is primarily engaged in the business of manufacturing of commercial vehicles and related components which constitutes a single business segment and accordingly, disclosure requirements of Ind AS 108, 'Operating Segments' are not required to be given. As defined in Ind AS 108, the Chief Operating Decision Maker (CODM), i.e. the Board of Directors, evaluates the performance of the Company and allocates resources based on the analysis of the various performance indicators of the Company as a single unit.
- 2 The above unaudited results were reviewed by the Audit Committee on 7 February 2020 and approved by the Board of Directors in their meeting held on 7 February 2020. The unaudited results for the current period, have been subjected to limited review by the Statutory Auditors of the Company. The unmodified review report of the Statutory Auditors is being filed with the BSE and National Stock Exchange Limited. For more details on the unaudited results, visit 'disclosure' section of our website at [www.smlisuzu.com](http://www.smlisuzu.com) and 'Financial Results' in 'Corporates' section of [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com).
- 3 With effect from 1 April 2019, the Company has adopted IND AS 116 'Leases' ('the Standard') and applied the Standard to its leases, retrospectively using the modified retrospective approach. Accordingly, the Company has not restated the comparative information. This has resulted in recognition of a 'Right of use' asset and a corresponding lease liability of Rs. 8.54 crores as at 1 April 2019. In the financial results for the quarter and nine months ended 31 December 2019, the nature of expense in respect of operating leases has changed from rent to depreciation for the 'Right of use' asset and finance cost for the interest expense on the corresponding lease liability.
- 4 The Company had received allegations in respect of certain operational and financial matters from an employee and a former employee. The Company decided to internally investigate these allegations. While the work performed internally did not indicate any material financial impropriety, the Company considered it appropriate to get an external independent investigation done by experts who possess the necessary skills to carry out such work. Accordingly, the Company engaged an external firm to perform an investigation particularly to evaluate the appropriateness of certain transactions. This investigation has already been completed and an investigation report was issued by such external firm to the Management ('final investigation report'). In the process, the Company had also appointed an independent firm of engineers to perform additional verification as regards one of the matters that was part of the allegations. Based on its assessment of the said allegations and its assessment of the final investigation report and the report issued by the said firm of engineers, the Board of Directors, the Audit Committee and Management of the Company are of the view that while there may have been some control deficiencies, there is no evidence available that indicates any material financial impropriety and consequently no adjustment is required to be made to the financial results for the quarter and nine months ended 31 December 2019. The Company continues to work towards further strengthening of its internal controls and processes.

For and on behalf of  
the Board of Directors



(Yugo Hashimoto)  
Managing Director & CEO  
DIN: 08165797

Place: New Delhi

Date: 7 February 2020



# B S R & Associates LLP

Chartered Accountants

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DLF Cyber City, Phase - II  
Gurugram - 122 002, India

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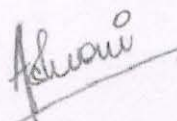
To  
Board of Directors of SML Isuzu Limited

1. We have reviewed the accompanying Statement of unaudited financial results of SML Isuzu Limited ("the Company") for the quarter ended 31 December 2019 and year to date results for the period from 1 April 2019 to 31 December 2019 ("the Statement").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Associates LLP

Chartered Accountants

ICAI Firm Registration No.: 116231W/W-100024



Ashwin Bakshi

Partner

Membership No.: 506777

UDIN: - 20506777AAAAAH5153

Place: Gurugram  
Date: 7 February 2020