

Dy. General Manager- Corporate Relationship Department BSE Limited 1st Floor, New Trading Ring Rotunda Building P.J Towers, Dalal Street Fort, Mumbai-400 001	The Secretary, National Stock Exchange of India Ltd. Exchange Plaza, 5 <sup>th</sup> Floor, Plot no. C/1, G Block Bandra- Kurla Complex Bandra (E) Mumbai - 400051
<b>Scrip Code: 505192</b>	<b>Scrip Code: SMLISUZU</b>

Dear Sir,

**Outcome of Board Meeting- Regulation 30 and 33 of SEBI (LODR) Regulations, 2015**

This is to inform you that the Board of Directors of the Company at the meeting held today i.e 5<sup>th</sup> February, 2021 (Friday) have approved the Unaudited Financial Results of the Company for the third quarter and nine months ended 31<sup>st</sup> December, 2020.

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

The Board Meeting commenced at 11:00 A.M. and concluded at 1:25 P.M.

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  
ACS-31266

**SML ISUZU Limited**

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**Regd. Office & Works:**

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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 2020

		(Rupees in Crores, except share data, per share data and unless otherwise stated)					
S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	
		Unaudited					Audited
<b>1</b>	<b>INCOME</b>						
	a) Revenue from operations	183.85	120.45	176.52	333.04	801.99	1,154.10
	b) Other income	0.50	2.14	0.05	3.50	3.62	5.14
	<b>Total Income (1)</b>	<b>184.44</b>	<b>122.59</b>	<b>177.37</b>	<b>336.54</b>	<b>805.62</b>	<b>1,159.30</b>
<b>2</b>	<b>EXPENSES</b>						
	a) Cost of materials consumed	134.53	88.30	112.72	251.02	481.03	603.10
	b) Purchase of stock-in-trade	11.08	9.39	16.30	22.59	45.07	59.93
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(0.80)	(4.80)	11.70	(13.55)	169.18	101.11
	d) Employee benefits expense	33.84	33.07	35.99	102.36	116.89	155.15
	e) Finance cost	6.12	6.77	3.50	18.63	11.90	14.63
	f) Depreciation and amortisation expense	11.65	11.71	9.89	34.97	30.05	40.72
	g) Other expenses	14.41	12.87	18.30	33.89	65.75	82.90
	<b>Total Expenses (2)</b>	<b>210.83</b>	<b>157.31</b>	<b>208.40</b>	<b>449.91</b>	<b>920.67</b>	<b>1,197.62</b>
<b>3</b>	<b>Loss before tax (1-2)</b>	<b>(26.39)</b>	<b>(34.72)</b>	<b>(31.03)</b>	<b>(113.37)</b>	<b>(35.05)</b>	<b>(38.32)</b>
<b>4</b>	<b>Tax expense</b>						
	- Tax adjustment related to prior years	-	-	-	-	(0.78)	(2.00)
	- Deferred tax credit	-	-	(13.14)	-	(15.22)	(15.26)
<b>5</b>	<b>Loss for the period (3-4)</b>	<b>(26.39)</b>	<b>(34.72)</b>	<b>(17.89)</b>	<b>(113.37)</b>	<b>(19.05)</b>	<b>(21.06)</b>
<b>6</b>	<b>Other Comprehensive Income</b>						
	A. (i) Items that will not be reclassified to Profit or Loss						
	- Remeasurement loss on defined benefit plans	(0.74)	(0.73)	(0.73)	(2.20)	(2.18)	(2.66)
	(ii) Income tax related to items that will not be reclassified to profit or loss	-	-	0.25	-	0.76	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	0.56	0.57	0.22	0.86	0.18	(1.06)
	(ii) Income tax related to items that will be reclassified to profit or loss	-	-	(0.07)	-	(0.06)	0.37
<b>7</b>	<b>Total Comprehensive income / (loss) for the period (5+6) [comprising Loss and Other Comprehensive Income for the period]</b>	<b>(26.57)</b>	<b>(34.88)</b>	<b>(18.22)</b>	<b>(114.71)</b>	<b>(20.35)</b>	<b>(23.48)</b>
<b>8</b>	<b>Basic and diluted earnings per share (Rupees)</b>	<b>(18.24)</b>	<b>(23.99)</b>	<b>(12.36)</b>	<b>(78.34)</b>	<b>(13.16)</b>	<b>(14.55)</b>
<b>9</b>	<b>Paid-up equity share capital (face value Rs. 10 per share)</b>	<b>14.48</b>	<b>14.48</b>	<b>14.48</b>	<b>14.48</b>	<b>14.48</b>	<b>14.48</b>
<b>10</b>	<b>Other equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>370.30</b>
	See accompanying notes to the unaudited financial results						



**YUGO  
HASHIM  
OTO**

Digitally signed by YUGO HASHIM OTO  
DN: cn=YUGO HASHIM OTO, o=SML ISUZU LIMITED, ou=Finance, email=YUGO HASHIM OTO@smlisuzu.com, c=IN  
Date: 2021.01.05 11:30:41 +05'30'

**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 4 February 2021 and approved by the Board of Directors in their meeting held on 5 February 2021. 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 Auditor's 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 The above financial results have 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 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
- 4 The management has not recognised deferred tax asset on carryforward of unused tax losses and unused tax credits during the quarter and nine months ended 31 December 2020 based on prudence.
- 5 The Company's business activities were hit hard in fiscal 2020 and current nine months ended 31 December 2020, as sales fell due to general slowdown in the automotive industry which was accentuated by the outbreak of Covid-19. The Covid-19 outbreak has cast a long shadow over the Indian economy in fiscal 2021 and has significantly impacted the Company due to plant shutdowns as well as subsequent lower demand as people tackle the pandemic. A return to earlier 'normal' levels of demand is envisaged only over a period of time, and there is a risk of setbacks along the way. The Company has incurred a loss of Rs. 113.37 crores during the current nine months ended 31 December 2020.  
Despite the impact of Covid-19 on the current operations as explained above, the accompanying financial results have been prepared on a going concern basis as Management expects that the Company will be able to continue as a going concern for a foreseeable future in view of its strong net worth, established technical excellence and operational systems as well as identified future course of actions which Management considers to be realistic and feasible such as to protect revenues, cut costs, manage working capital balances, manage liquidity by deferring dividends, non compulsory capital expenditures etc. Hence, despite various uncertainties, in view of its Management and the Board of Directors, the Company will be able to meet its financial obligations in the foreseeable future based on the above actions, continued support from various stakeholders including its promoter group and through availability of financing from lenders as may be required to sustain its operations on a going concern basis and will be able to discharge its liabilities and realise the carrying amount of its assets as on 31 December 2020.
- 6 The Company gradually resumed operations of its plant during the first week of May 2020 as per directives from the State Government and Government of India and the Company's operations have started moving towards normalcy.  
The Company has considered internal and external information for assessing possible impact of this pandemic on its business operations, capital and financial resources, profitability, liquidity position, internal financial reporting and controls, etc. However, the impact assessment of Covid-19 is a continuing process given the uncertainties associated with its nature and duration, and the actual impact on these financial results may differ from that estimated due to unforeseen circumstances. The Company will continue to closely monitor any material changes to future economic conditions.  
The auditors have given an emphasis on matter in their review report.
- 7 The Code on Social Security, 2020 ('Code') relating to employee benefits, during employment and post-employment benefits, has received the Presidential assent in September 2020. This Code has been published in the Gazette of India. However, the effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are also yet to be issued. The Company will evaluate the impact of the Code and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules are published.



Place: Tokyo, Japan  
Date: 5 February 2021

For and on behalf of  
the Board of Directors

YUGO  
HASHIMOTO

(Yugo Hashimoto)  
Managing Director & CEO  
DIN: 08165797

# Walker Chandiook & Co LLP

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**Independent Auditor's Review Report on Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**To the Board of Directors of SML Isuzu Limited**

1. We have reviewed the accompanying statement of unaudited financial results ('the Statement') of SML Isuzu Limited ('the Company') for the quarter ended 31 December 2020 and the year to date results for the period 1 April 2020 to 31 December 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The 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 Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. 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. A review of interim financial information consists of making inquiries, primarily of persons



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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 the Standards on Auditing specified under section 143(10) of the Act, 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 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 Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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. We draw attention to Note 5 and 6 to the accompanying statement, which describes the uncertainties relating to COVID-19 pandemic and management's evaluation of its impact on the Company's operations and the accompanying Statement as at 31 December 2020, the impact of which is significantly dependent on future operations. Our conclusion is not modified in respect of this matter.
6. The review of unaudited quarterly and year-to-date financial results for the period ended 31 December 2019 and audit of financial results for the quarter and year ended 31 March 2020 included in the Statement was carried out and reported by BSR & Associates LLP who have expressed unmodified conclusion vide their review report dated 7 February 2020 and unmodified opinion vide their audit report dated 21 July 2020, respectively, whose reports have been furnished to us and which have been relied upon by us for the purpose of our review of the Statement. Our conclusion is not modified in respect of this matter.

**For Walker Chandiok & Co LLP**  
Chartered Accountants  
Firm Registration No: 001076N/N500013



**Sandeep Mehta**  
Partner  
Membership No. 099410  
UDIN: 21099410AAAAAV8314



**Place:** Chandigarh  
**Date:** 5 February 2021