



Sharda Motor Industries Ltd.

SMIL: BSE/NSE: 22-24/1008

10th August, 2023

BSE Limited

Department of Corporate Services
Pheroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001
(SCRIP CODE - 535602)

National Stock Exchange of India Limited

Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra - Kurla Complex, Mumbai - 400 051
(Symbol - SHARDAMOTR) (Series - EQ)

Sub: Outcome of the Board Meeting held on 10th August, 2023

Dear Sir/ Madam,

In furtherance to our Letter No. **SMIL: LISTING: 23-24/0308**, dated 3rd August, 2023 and pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provision(s), if any, we hereby inform that the Board of Directors at their meeting held today (i.e. Thursday, 10th August, 2023, commenced at 17:37 P.M. and concluded at 18:32 P.M.), has inter-alia considered and approved the Un-audited Financial Results (Standalone & Consolidated) for the first quarter ended 30th June, 2023.

A copy of the said standalone and consolidated Un-audited financial results alongwith the Limited Review Report are enclosed herewith.

This is for your information and record.

Thanking You,

Yours' Faithfully

For Sharda Motor Industries Limited

Iti Goyal

**Asst. Company Secretary &
Compliance Officer**

Encl. as above

Regd. Office : D-188, Okhla Industrial Area, Phase-I, New Delhi - 110 020 (INDIA)

Tel.: 91-11-47334100, Fax : 91-11-26811676

E-mail : smil@shardamotor.com, Website : www.shardamotor.com

CIN NO-L74899DL1986PLC023202

S.R. DINODIA & Co. LLP

CHARTERED ACCOUNTANTS

K-39 Connaught Place, New Delhi-110001 INDIA
Ph. : +91-(0)11-4370 3300 Fax : +91-(0)11-4151 3666

Independent Auditor's Review Report on Quarterly Unaudited Standalone Financial 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 Sharda Motor Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Sharda Motor Industries Limited ("the Company") for the quarter ended June 30, 2023, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended ("the Regulation"), including relevant circulars issued by SEBI from time to time ("the Circulars").
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34), "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act"), as amended read with relevant rules issued thereunder, the Circulars and other accounting principles generally accepted in India. 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 are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. **Emphasis of matter- Income Tax Search**
We draw attention to Note 6 of the financial results relating to a search under Section 132 of the Income Tax Act, 1961 conducted by the Income Tax Department at various locations and residence of few of its employees/key managerial personnel.

Our conclusion is not modified in respect of this matter.

6. Attention is drawn to the fact that the figures for the three months ended March 31, 2023 as reported in these unaudited standalone financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subject to audit. Our conclusion is not modified in respect of this matter.
7. The Statement includes comparative financial figures of the Company for quarter ended June 30, 2022 which have been reviewed by the predecessor auditor vide its review report dated August 10, 2022 in which the predecessor auditor has expressed unmodified conclusions. Our conclusion on the Statements is not modified in respect of this matter.

For S.R. Dinodia & Co. LLP.

Chartered Accountants,

Firm's Registration Number 001478N/N500005

(Sandeep Dinodia)

Partner

Membership Number: 083689

UDIN: 23083689 B6W0EX 5240

Place of Signature: New Delhi

Date: 10.08.2023



Sharda Motor Industries Limited
 Regd. Office: D-188, Okhla Industrial Area, Phase-I, New Delhi-110020
 CIN: L74899DL1986PLC023202

Tel.: +91-11-47334100 Fax: +91-11-26811676

E-Mail: investorrelations@shardamotor.com, Website: www.shardamotor.com

Statement of standalone financial results for the quarter ended June 30, 2023

(All amounts are in ₹ lakh, unless otherwise stated)

S. No.	Particulars	Quarter ended			Year ended
		30-06-2023 (Unaudited)	31-03-2023 (Audited) (Refer note no. 3)	30-06-2022 (Unaudited)	31-03-2023 (Audited)
1	Revenue				
	a. Revenue from operations	65,410.13	68,816.45	62,780.90	2,69,993.58
	b. Other income	1,840.27	1,369.95	817.44	4,173.65
	Total income	67,250.40	70,186.40	63,598.34	2,74,167.23
2	Expenses				
	a. Cost of raw material consumed	50,836.74	52,451.16	48,184.84	2,09,941.01
	b. Purchases of stock in trade	1,442.23	1,698.31	1,633.80	6,485.26
	c. Changes in inventories of finished goods, work-in-progress and stock in trade	(549.95)	305.39	827.47	(41.55)
	d. Employees benefits expense	3,124.64	2,512.29	2,344.71	9,844.82
	e. Finance cost	51.15	16.00	30.55	191.22
	f. Depreciation and amortization expense	1,218.09	1,407.57	894.59	4,627.19
	g. Other expenses	3,732.46	3,736.82	3,713.70	15,588.03
	Total expenses	59,855.36	62,127.54	57,629.66	2,46,635.98
3	Profit from operations before exceptional items & tax (1-2)	7,395.04	8,058.86	5,968.68	27,531.25
4	Exceptional items	-	-	-	-
5	Profit/(loss) before tax (3-4)	7,395.04	8,058.86	5,968.68	27,531.25
6	Tax expense				
	a. Current tax	1,799.00	2,049.61	1,572.00	7,173.61
	b. Deferred tax	87.09	(45.52)	(74.19)	(184.89)
	Total tax expenses	1,886.09	2,004.09	1,497.81	6,988.72
7	Profit for the period/year (5-6)	5,508.95	6,054.77	4,470.87	20,542.53
8	Other comprehensive income/(loss)				
	(i) Items that will not be reclassified to profit or loss	28.69	49.84	21.64	114.77
	(ii) Tax(benefit)/expense on items that will not be reclassified to profit or loss	(7.22)	(12.55)	(5.45)	(28.89)
	Total other comprehensive income/(loss)	21.47	37.29	16.19	85.88
9	Total comprehensive income/(loss) for the period/year (7+8)	5,530.42	6,092.06	4,487.06	20,628.41
10	Paid-up equity share capital (face value of ₹ 2 each)	594.63	594.63	594.63	594.63
11	Other equity excluding revaluation reserve				77,587.57
12	Earnings Per Share (of ₹ 2/- each) (Not Annualised)				
	a) Basic	18.53	20.36	15.04	69.09
	b) Diluted	18.53	20.36	15.04	69.09

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Notes:

1. These standalone financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in compliance with the regulation 33 of the SEBI (listing obligations and Disclosure requirements) regulations 2015.
2. The above standalone financial results have been reviewed and recommended by the Audit Committee and further considered & approved by the Board of Directors at their meeting held on August 10, 2023. The statutory auditors of the company have expressed an unmodified review opinion on these standalone financial results.
3. The figures for the three months ended March 31, 2023 as reported in these unaudited standalone financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year.
4. In line with the provision of Ind AS 108- Operating Segments and on the basis of review of operations being done by the management of the company, the operations of the company falls under manufacturing & trading of auto component parts, which is considered to be the only reportable segment by the management.
5. The code on Social Security, 2020 ("Code") relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any impact in the period the Code becomes effective.
6. During this quarter under review, in the month of May 2023, the Income Tax Department ('the department') had conducted a search under section 132 of the Income Tax Act, 1961 at company's registered & corporate office, few of its manufacturing locations and other premises and residence of few of its employees/key managerial personnel. During the search proceedings, the company has provided necessary information and responses to the department. Also, the department has taken certain documents, data backups and other information for further investigation. The business and operations of the company is continued without any disruptions and no demands have been raised on the company as of date.

Having regard to the matter as stated above, the management is of the view that no material adjustments are required to these financial results in this regard.

7. Figures of the previous period/year have been re-grouped / re-classified, wherever necessary make them comparable with the current period figures.
8. The standalone financial results of the company are also available on the Company's website (www.shardamotor.com) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).

For and on behalf of the Board of Directors

AJAY
RELAN
Managing Director

Digitally signed
by AJAY RELAN
Date: 2023.08.10
17:47:36 +05'30'

Place : New Delhi
Date: August 10, 2023



Independent Auditor's Review Report on Quarterly Unaudited Consolidated Financial 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 Sharda Motor Industries Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ("the Statement") of **Sharda Motor Industries Limited** (the "Parent Company") and its share of the net profit after tax and total comprehensive income of its associate company and joint ventures for the quarter ended June 30, 2023, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulation"), including relevant circulars issued by SEBI from time to time ("the Circulars").
2. This Statement, which is the responsibility of the Parent Company's Management and approved by the Parent 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, as amended read with relevant rules issued thereunder, the Circulars and other accounting principles generally accepted in India. 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 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 Standards on Auditing 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Regulation, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

S. No.	Name of Entity	Relationship
i.	Relan Industrial Finance Limited	Associate Company
ii.	Exhaust Technology Private Limited	Joint Venture
iii.	Uddipt Mobility India Private Limited	Joint Venture

5. Based on our review conducted and procedures performed as stated in paragraph 3 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 the aforesaid Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. **Emphasis of matter- Income Tax Search**

We draw attention to Note 6 of the financial results relating to a search under Section 132 of the Income Tax Act, 1961 conducted by the Income Tax Department at various locations and residence of few of its employees/key managerial personnel.

Our conclusion is not modified in respect of this matter.

7. Attention is drawn to the fact that the figures for the three months ended March 31, 2023 as reported in these unaudited consolidated financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subject to audit. Our conclusion is not modified in respect of above matter.
8. The accompanying statement of the Parent Company's include the Company's share of net profit after tax of ₹ 13.48 lakh and total comprehensive income of ₹ 13.48 lakh for the quarter ended June 30, 2023, as considered in the accompanying statement, in respect of one associates and two joint venture, whose interim financial information have not been reviewed by us.

The interim financial statements/ financial results of aforesaid companies are un-reviewed and have been certified by the respective Management and furnished to us by Parent Company's Management. Our conclusion, in so far as it relates to the amounts and disclosures included in respect of aforesaid companies, is based solely on such interim financial statements/ financial results. In our view and according to the information and explanations given to us by the Parent Company's Management, these interim financial statements/ financial results are not material to the Group.

Our conclusion is not modified in respect of this matter with respect to our reliance on financial statements/ financial results of aforesaid companies certified by the Management.

9. The Statement includes comparative financial figures of the Parent Company for the quarter ended June 30, 2022, which have been reviewed by the predecessor auditor vide its review report dated August 10, 2022, in which the predecessor auditor has expressed unmodified conclusions. Our conclusion on the Statements is not modified in respect of this matter.

For S.R. Dinodia & Co. LLP.

Chartered Accountants,

Firm's Registration Number 001478N/N500005




(Sandeep Dinodia)

Partner

Membership Number: 083689

UDIN: 23083689 B4W0EY 2636

Place of Signature: New Delhi

Date: 10.08.2023

(All amounts are in ₹ lakh, unless otherwise stated)

S. No.	Particulars	Quarter ended		Year ended	
		30-06-2023	31-03-2023	30-06-2022	31-03-2023
		(Unaudited)	(Audited) (Refer note no. 3)	(Unaudited)	(Audited)
1	Revenue				
	a. Revenue from operations	65,410.13	68,816.45	62,780.90	2,69,993.58
	b. Other income	1,840.27	1,369.95	817.44	4,173.65
	Total income	67,250.40	70,186.40	63,598.34	2,74,167.23
2	Expenses				
	a. Cost of raw material consumed	50,836.74	52,451.16	48,184.84	2,09,941.01
	b. Purchases of stock In trade	1,442.23	1,698.31	1,633.80	6,485.26
	c. Changes in inventories of finished goods, work-in-progress and stock in trade	(549.95)	305.39	827.47	(41.55)
	d. Employees benefits expense	3,124.64	2,512.29	2,344.71	9,844.82
	e. Finance cost	51.15	16.00	30.55	191.22
	f. Depreciation and amortization expense	1,218.09	1,407.57	894.59	4,627.19
	g. Other expenses	3,732.46	3,736.82	3,713.70	15,588.03
	Total expenses	59,855.36	62,127.54	57,629.66	2,46,635.98
3	Profit/(loss) from operations before exceptional	7,395.04	8,058.86	5,968.68	27,531.25
4	Exceptional items	-	-	-	-
5	Profit/(loss) for the period/year before share of profit/(loss) of associate and joint venture (3-4)	7,395.04	8,058.86	5,968.68	27,531.25
6	Share of profit/(loss) of associate (net of tax)	7.80	(7.33)	5.64	11.46
7	Share of profit/(loss) of joint venture (net of tax)	5.68	159.17	46.37	279.41
8	Profit/(loss) before tax (5+6+7)	7,408.52	8,210.70	6,020.69	27,822.12
9	Tax expense				
	a. Current tax	1,799.00	2,049.61	1,572.00	7,173.61
	b. Deferred tax	87.09	(45.52)	(74.19)	(184.89)
	Total tax expenses	1,886.09	2,004.09	1,497.81	6,988.72
10	Profit/(loss) for the period/year (8-9)	5,522.43	6,206.61	4,522.88	20,833.40
11	Other comprehensive income/(loss)				
	(i) Items that will not be reclassified to profit or loss	28.69	49.84	21.64	114.77
	(ii) Tax(benefit)/expense on items that will not be reclassified to profit or loss	(7.22)	(12.55)	(5.45)	(28.89)
	Total other comprehensive income/(loss)	21.47	37.29	16.19	85.88
12	Total comprehensive income/(loss) for the period/year (10+11)	5,543.90	6,243.90	4,539.07	20,919.28
13	Paid-up equity share capital (face value of ₹ 2 each)	594.63	594.63	594.63	594.63
14	Other equity excluding revaluation reserve				75,190.89
15	Earnings Per Share (of ₹ 2/- each) (Not Annualised)				
	a) Basic	18.57	20.88	15.21	70.07
	b) Diluted	18.57	20.88	15.21	70.07



Notes:

1. These consolidated financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in compliance with the regulation 33 of the SEBI (listing obligations and Disclosure requirements) regulations 2015.
2. The above consolidated financial results have been reviewed and recommended by the Audit Committee and further considered & approved by the Board of Directors at their meeting held on August 10, 2023. The statutory auditors of the company have expressed an unmodified review opinion on these consolidated financial results.
3. The figures for the three months ended March 31, 2023 as reported in these unaudited standalone financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year.
4. In line with the provision of Ind AS 108- Operating Segments and on the basis of review of operations being done by the management of the company, the operations of the company falls under manufacturing & trading of auto component parts, which is considered to be the only reportable segment by the management.
5. The code on Social Security, 2020 ("Code") relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any impact in the period the Code becomes effective.
6. During this quarter under review, in the month of May 2023, the Income Tax Department ('the department') had conducted a search under section 132 of the Income Tax Act, 1961 at company's registered & corporate office, few of its manufacturing locations and other premises and residence of few of its employees/key managerial personnel. During the search proceedings, the company has provided necessary information and responses to the department. Also, the department has taken certain documents, data backups and other information for further investigation. The business and operations of the company is continued without any disruptions and no demands have been raised on the company as of date.

Having regard to the matter as stated above, the management is of the view that no material adjustments are required to these financial results in this regard.

7. Figures of the previous period/year have been re-grouped / re-classified, wherever necessary make them comparable with the current period figures.
8. The consolidated financial results of the company are also available on the Company's website (www.shardamotor.com) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).

for and on behalf of the Board of Directors

AJAY Digitally signed
by AJAY RELAN
Date: 2023.08.10
17:46:27 +05'30'
RELAN
Managing Director

Place : New Delhi
Date: August 10, 2023

