



# THE HI-TECH GEARS LTD.

CIN - L29130HR1986PLC081555

Corporate Office : Millennium Plaza, Tower-B, Sushant Lok-1, Sector-27, Gurugram -122009,  
Haryana, INDIA Tel. : +91(124) 4715100

**Date: February 09, 2021**

The Manager,  
Listing Department,  
National Stock Exchange of India Ltd,  
"Exchange Plaza", C-1, Block – G  
Bandra – Kurla Complex, Bandra (E)  
Mumbai – 400051, India

The Manager,  
Listing Department,  
Bombay Stock Exchange Ltd  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai – 400001, India

**Symbol: HITECHGEAR**

**Scrip Code: 522073**

**Subject: Outcome of the Board Meeting held on February 09, 2021**

Dear Sir/Madam

Pursuant to Regulation 30, 33 and any other applicable regulation of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we wish to inform you that the Board of Directors of the Company in its meeting held today, i.e. February 09, 2021, have considered and approved, inter alia, the following matters:

1. The unaudited standalone & consolidated financial results of the company for the quarter and nine months ended on December 31, 2020. A copy of prescribed format as approved by the Board and signed by the Executive Chairman and Limited Review Report is annexed for your ready reference.
2. The Board of Directors, considering the conditions caused by COVID -19 outbreak and its enduring impacts on the businesses, have decided unanimously not to declare the interim dividend for the financial year 2020-21 to conserve resources in the long term interest of the stakeholders & for the sustainability of the company.

The Results will be published in the Newspaper in terms of Regulation 47(1) (b) of SEBI (LODR) Regulations, 2015 in due course and same shall be placed on the Website of the Company.

The Meeting of the Board of Directors commenced at 12:15 P.M and concluded at 02:20 P.M

You are kindly requested to take the above information on record and oblige.

**Thanking You,**

**Yours Faithfully,  
For The Hi-Tech Gears Limited**

  
Naveen Jain  
Company Secretary  
M. No: A15237  
Encl: as above



[www.thehitechgears.com](http://www.thehitechgears.com)

Works I : A-589, Industrial Complex, Bhiwadi - 301 019 Rajasthan INDIA Tel. : +91(1493) 265000

Regd. Office & Works-II : Plot No. 24 - 26 Sector-7, IMT Manesar - 122 050 Gurugram, Haryana INDIA Tel.: +91 (124) 4715200

Works-III : Plot No. SP-146A, Industrial Complex, Bhiwadi - 301019 Rajasthan INDIA

Head Office : C-41/B, Kalkaji, New Delhi - 110019 INDIA

Subsidiaries : The Hi-Tech Gears Canada. Inc. 361, Speedvale Ave W. Guelph, ON N1H 1C7, CANADA

Teutech LLC. 227, Barton St. Emporium. PA 15834, USA

**THE HI-TECH GEARS LIMITED**

Regd. Office: Plot No. 24 - 26, IMT Manesar, Sector-7, Gurugram-122050, Haryana  
 Corporate Office : Millennium Plaza, Tower-B, Sushant Lok-I, Sector-27 Gurugram-122002, Haryana  
 CIN: L29130HR1986PLC081555; Website : www.thehitechgears.com; e-mail id: secretarial@thehitechgears.com;  
 Ph No. 0124-4715100 Fax: 0124-2806085

**Statement of Un-audited (Standalone and Consolidated) Financial Results for the quarter ended and nine months ended December 31, 2020**

(Rs. in million, except per share data)

Particulars	Standalone Results						Consolidated Results						
	Quarter ended			Nine Months Ended			Quarter ended			Nine Months Ended			Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
<b>1 Income</b>													
a) Revenue from operations	1,505.49	1,362.86	1,123.66	3,424.21	3,890.87	4,941.86	2,179.37	1,938.54	1,592.49	4,837.32	5,489.61	7,057.31	
b) Other operating revenues	51.70	43.03	30.79	111.65	116.36	151.39	58.61	45.77	33.78	122.00	125.45	162.87	
c) Other income	27.85	48.03	10.36	94.51	45.53	62.03	31.65	52.17	18.12	102.61	69.12	114.76	
<b>Total Income</b>	<b>1,585.04</b>	<b>1,453.92</b>	<b>1,164.81</b>	<b>3,630.37</b>	<b>4,042.76</b>	<b>5,155.28</b>	<b>2,269.63</b>	<b>2,036.48</b>	<b>1,644.39</b>	<b>5,061.93</b>	<b>5,684.18</b>	<b>7,334.94</b>	
<b>2 Expenses</b>													
a) Cost of material consumed	806.49	634.70	468.87	1,656.76	1,788.68	2,346.33	1,182.68	853.33	658.97	2,320.87	2,382.73	3,074.30	
b) Purchases of stock-in-trade	54.08	46.82	45.50	133.25	198.72	252.45	54.08	46.82	45.50	133.25	198.72	252.45	
c) Changes in inventories of finished goods and work in progress	(62.14)	36.66	42.84	4.96	41.39	2.41	(95.98)	83.62	2.11	21.84	19.25	45.02	
d) Employee benefits expense	234.81	196.51	214.52	591.39	762.49	956.96	511.20	374.49	387.99	1,107.49	1,380.36	1,769.74	
e) Finance costs	46.32	48.12	37.83	139.16	146.89	215.97	69.66	73.60	65.24	209.59	227.91	331.29	
f) Depreciation and amortisation expense	68.39	66.16	66.51	185.05	203.98	274.53	114.99	110.45	105.81	317.27	321.89	430.34	
g) Other expenses	239.20	248.15	222.96	613.29	736.14	953.61	342.79	357.53	291.33	891.26	957.91	1,241.98	
<b>Total expenses</b>	<b>1,387.15</b>	<b>1,277.12</b>	<b>1,099.03</b>	<b>3,323.86</b>	<b>3,878.29</b>	<b>5,002.26</b>	<b>2,179.42</b>	<b>1,899.84</b>	<b>1,556.95</b>	<b>5,001.57</b>	<b>5,488.77</b>	<b>7,145.12</b>	
<b>3 Profit before tax (1-2)</b>	<b>197.89</b>	<b>176.80</b>	<b>65.78</b>	<b>306.51</b>	<b>164.47</b>	<b>153.02</b>	<b>90.21</b>	<b>136.64</b>	<b>87.44</b>	<b>60.36</b>	<b>195.41</b>	<b>189.82</b>	
<b>4 Tax expenses</b>													
a) Current tax	45.07	27.98	20.71	73.05	54.01	44.28	45.19	31.57	26.26	76.76	64.97	65.44	
b) Deferred tax credit	0.63	1.39	6.69	(17.67)	(1.19)	34.07	3.79	(8.46)	6.94	(27.67)	(1.27)	44.37	
c) Earlier years tax adjustments (net)	-	10.75	(2.75)	10.75	(2.75)	(2.75)	(0.09)	10.75	(2.75)	10.66	(2.75)	(2.75)	
<b>Total tax expense</b>	<b>45.70</b>	<b>40.12</b>	<b>24.65</b>	<b>66.13</b>	<b>50.07</b>	<b>75.60</b>	<b>48.89</b>	<b>33.86</b>	<b>30.45</b>	<b>59.75</b>	<b>60.95</b>	<b>107.06</b>	
<b>5 Profit for the period (3-4)</b>	<b>152.19</b>	<b>136.68</b>	<b>41.13</b>	<b>240.38</b>	<b>114.40</b>	<b>77.42</b>	<b>41.32</b>	<b>102.78</b>	<b>56.99</b>	<b>0.61</b>	<b>134.46</b>	<b>82.76</b>	
<b>6 Other comprehensive income</b>													
(i) Items that will not be reclassified to profit or loss	2.72	2.54	0.76	7.75	1.91	56.87	2.72	2.54	0.76	7.75	1.91	56.87	
(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.64)	(1.27)	(0.16)	(1.91)	(0.48)	(19.96)	(0.64)	(1.27)	(0.15)	(1.91)	(0.47)	(19.96)	
(iii) Items that will be reclassified to profit or loss	(14.24)	8.89	(9.56)	(2.41)	(72.57)	(77.33)	35.73	(10.05)	15.67	86.52	(7.29)	(22.60)	
(iv) Income tax relating to items that will be reclassified to profit and loss	4.51	(13.14)	2.41	(8.78)	18.27	27.02	4.51	(13.14)	2.22	(8.78)	18.27	27.02	
<b>Other comprehensive income</b>	<b>(7.65)</b>	<b>(2.98)</b>	<b>(6.55)</b>	<b>(5.35)</b>	<b>(52.87)</b>	<b>(13.40)</b>	<b>42.32</b>	<b>(21.92)</b>	<b>18.50</b>	<b>83.58</b>	<b>12.42</b>	<b>41.33</b>	
<b>7 Total comprehensive income for the period (5+6)</b>	<b>144.54</b>	<b>133.70</b>	<b>34.58</b>	<b>235.03</b>	<b>61.53</b>	<b>64.02</b>	<b>83.64</b>	<b>80.86</b>	<b>75.49</b>	<b>84.19</b>	<b>146.88</b>	<b>124.09</b>	
<b>8 Reserves/other equity as shown in the Audited Balance Sheet of the previous</b>						<b>2,478.94</b>						<b>2,574.60</b>	
<b>9 Paid-up equity share capital (Face value of Rs 10/- per equity share)</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	<b>187.68</b>	
<b>10 Earnings per equity share (Face value of Rs. 10/- per equity share)</b>													
(a) Basic (in Rs.)	8.11	7.29	2.19	12.81	6.10	4.13	2.20	5.47	3.04	0.03	7.16	4.41	
(b) Diluted (in Rs.)	8.11	7.29	2.19	12.81	6.10	4.13	2.20	5.47	3.04	0.03	7.16	4.41	

**Notes:**

- The above Un-audited (Standalone and Consolidated) Financial Results have been reviewed by the Audit Committee at their meeting held on February 9, 2021 and thereafter approved by the Board of Directors in their meeting held on February 9, 2021.
- The Limited Review has been carried out by the Statutory Auditors of the Company.
- The standalone operations of the company falls under manufacturing of gears and transmissions, which is considered to be the only reportable segment by the management. For consolidated operations, the Group has three operating segments (India, Canada and Others), which have been determined on geographical basis.
- Provision for taxation is made at the effective Income Tax rates.
- Figures of the previous quarter/ period have been re-grouped/ re-arranged, wherever considered necessary, to correspond with the current quarter/ period month grouping.
- The outbreak of COVID-19 pandemic globally and in India has severely impacted businesses and economies. There has been disruption to regular business operations due to the measures taken by Government to curb the impact of the pandemic. The Company's plants, warehouses and offices were shut post announcement of lockdown. The operations have resumed post lifting of the lockdown but due to the dynamic nature of these circumstances, the duration of business disruption & the related financial impact can not be reasonably estimated at this time.

For and on behalf of Board of Directors  
 The Hi-Tech Gears Limited

DEEP  
 KAPURIA

Digitally signed by DEEP  
 KAPURIA  
 Date: 2021.02.09 12:43:51  
 +05'30'

Deep Kapuria  
 Executive Chairman

Place : Gurugram  
 Date : February 9, 2021

**THE HI-TECH GEARS LIMITED**

Regd. Office: Plot No. 24 - 26, IMT Manesar, Sector-7, Gurugram-122050, Haryana  
 Corporate Office : Millennium Plaza, Tower-B, Sushant Lok-I, Sector-27 Gurgaon-122002, Haryana  
 CIN: L29130HR1986PLC081555; Website : www.thehitechgears.com; e-mail id: secretarial@thehitechgears.com;  
 Ph No. 0124-4715100 Fax: 0124-2806085

**Segment wise revenue, results, assets and liabilities for the quarter and nine months ended December 31, 2020****(Rs. in million, except per share data)**

Particulars	Consolidated Results					
	Quarter ended			Nine months ended		Year Ended
	December 31, 2020 Unaudited	September 30, 2020 Unaudited	December 31, 2019 Unaudited	December 31, 2020 Unaudited	December 31, 2019 Unaudited	March 31, 2020 Audited
<b>1 Segment Revenue</b> (net sales/income from each segment )						
a) India	1,557.19	1,405.89	1,154.45	3,535.86	3,997.23	5,093.25
b) Canada	659.28	546.39	421.94	1,354.71	1,465.81	1,906.76
c) Others	51.79	60.57	66.03	137.78	207.10	289.86
Less: Intercompany segment revenue	(30.28)	(16.35)	(16.15)	(69.03)	(55.08)	(69.69)
<b>Total Revenue</b>	<b>2,237.98</b>	<b>1,996.50</b>	<b>1,626.27</b>	<b>4,959.32</b>	<b>5,615.06</b>	<b>7,220.18</b>
<b>2 Segment Results</b>						
<b>Profit (+) / Loss (-) before tax and interest from each segment</b>						
a) India	224.37	198.27	99.28	399.27	300.16	356.50
b) Canada	(54.51)	(12.77)	36.18	(132.98)	74.27	127.16
c) Others	(9.99)	24.74	17.22	3.66	48.89	37.45
<b>Total</b>	<b>159.87</b>	<b>210.24</b>	<b>152.68</b>	<b>269.95</b>	<b>423.31</b>	<b>521.11</b>
<b>Less:</b>						
Finance costs	69.66	73.60	65.24	209.59	227.91	331.29
Exceptional items	-	-	-	-	-	-
Other unallocable expenditure	-	-	-	-	-	-
<b>Total profit before tax</b>	<b>90.21</b>	<b>136.64</b>	<b>87.44</b>	<b>60.36</b>	<b>195.40</b>	<b>189.82</b>
<b>Segment Asset</b>						
a) India	4,715.02	4,724.61	4,410.66	4,715.02	4,410.66	4,231.69
b) Canada	3,525.99	3,617.78	3,397.35	3,525.99	3,397.35	3,406.66
c) Other	600.04	249.66	231.32	600.04	231.32	253.74
<b>Total</b>	<b>8,841.05</b>	<b>8,592.05</b>	<b>8,039.33</b>	<b>8,841.05</b>	<b>8,039.33</b>	<b>7,892.09</b>
<b>Segment liability</b>						
a) India	3,362.37	3,516.49	3,261.58	3,362.37	3,261.58	3,114.04
b) Canada	2,303.43	2,281.44	1,922.93	2,303.43	1,922.93	1,967.62
c) Other	328.80	31.30	35.83	328.80	35.83	48.14
<b>Total</b>	<b>5,994.60</b>	<b>5,829.23</b>	<b>5,220.34</b>	<b>5,994.60</b>	<b>5,220.34</b>	<b>5,129.80</b>

For and on behalf of the Board of Directors  
 The Hi-Tech Gears Limited

DEEP KAPURIA  
 Digitally signed by DEEP KAPURIA  
 Date: 2021.02.09 12:44:25 +05'30'

Deep Kapuria  
 Executive Chairman

Place: Gurugram  
 Date: February 9, 2021

**Independent Auditors' Review Report on Unaudited Quarterly and Year to Date  
Standalone Financial Results of The Hi-Tech Gears Limited under Regulation 33 of the  
SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015**

**To The Board of Directors of  
The Hi-Tech Gears Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of The Hi-Tech Gears Limited ("the Company") for the quarter and nine months ended 31<sup>st</sup> December, 2020 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under 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 in accordance with the Standard on Review Engagement (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 Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms 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.

FOR O. P. DADU & CO.  
CHARTERED ACCOUNTANTS  
FRN. 001201N



  
(AMIT GUPTA)  
PARTNER  
M.NO. 094202

PLACE : NEW DELHI  
DATED: 9<sup>TH</sup> FEBRUARY, 2021  
UDIN :21094202AAAAAG9765

**Independent Auditors' Review Report on Unaudited Quarterly and Year to Date Consolidated Financial Results of The Hi-Tech Gears Limited under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015**

To The Board of Directors of  
 The Hi-Tech Gears Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of The Hi-Tech Gears Limited (hereinafter referred to as the "Holding Company") and its subsidiary companies (The Holding Company and its subsidiary companies together referred to as "the Group") for the quarter and nine months ended 31<sup>st</sup> December, 2020 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.
2. This statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under 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 Engagement (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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

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

S. No.	Name of the Entity	Relationship
1	2545887 Ontario Inc., Canada	Wholly Owned Subsidiary
2	Neo-Tech Smart Solutions Inc., Canada	Wholly Owned Subsidiary
3	Neo-Tech Auto Systemz Inc., USA	Wholly Owned Subsidiary
4	The Hi-Tech Gears Canada Inc.	Step Down Subsidiary
5	2504584 Ontario Inc., Canada	Step Down Subsidiary
6	2323532 Ontario Inc., Canada	Step Down Subsidiary
7	Teutech Holding Corp., USA	Step Down Subsidiary
8	Teutech Leasing Corp., USA	Step Down Subsidiary
9	Teutech LLC, USA	Step Down Subsidiary

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under



Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms 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.

6. We did not review the interim financial statement/financial information/financial result of one wholly owned subsidiary (and its six step down subsidiaries) included in the statement, whose interim financial statement/financial information/financial results reflect total revenues of Rs. 708.52 million and Rs. 1482.04 million, total net loss after tax of Rs.111.27 million and Rs.239.95 million and total comprehensive loss of Rs. 60.67 million and Rs.149.87 million for the quarter ended 31<sup>st</sup> December, 2020 and nine months ended 31<sup>st</sup> December, 2020, respectively as considered in the consolidated unaudited financial results. These interim financial statement/financial information/financial results have been reviewed by other auditors whose report have been furnished to us by the management and our conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of this one subsidiary (and its six step down subsidiaries), is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the statement is not modified in respect of the above matter.

7. The statement includes the interim financial statements/financial information/financial results of two wholly owned subsidiary companies, which have not been reviewed/audited, whose interim financial statements/financial information/financial results reflect Nil revenue, total net loss after tax of Rs.6.04 million and Rs.17.83 million and total comprehensive loss of Rs.6.39 million and Rs.18.88 million for the quarter ended 31<sup>st</sup> December,2020 and nine months ended 31<sup>st</sup> December, 2020, respectively as considered in the consolidated unaudited financial results. These interim financial statements/financial information/financial results have been furnished to us by the management of the Holding Company and our conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of these two subsidiaries, is based solely on such unaudited financial statements/financial information/financial results. According to the information and explanations given to us by the management, these interim financial statements/financial information/financial results are not material to the Group.

Our conclusion on the statement is not modified in respect of the above matter.

FOR O. P. DADU & CO.  
CHARTERED ACCOUNTANTS  
FRN. 001201N



PLACE : NEW DELHI  
DATED: 9<sup>TH</sup> FEBRUARY, 2021  
UDIN: 21094202AAAAAH3210

  
(AMIT GUPTA )  
PARTNER  
M.NO. 094202