

STERLING TOOLS LIMITED

CIN : L29222DL1979PLC009668

WORKS : 5-A DLF Industrial Estate
Faridabad - 121 003 Haryana India
Tel : 91-129-227 0621 to 25/225 5551 to 53
Fax : 91-129-227 7359
E-mail : sterling@stlfasteners.com
website : stlfasteners.com

**By Listing Centre**

General Manager
Department of Corporate Services
Bombay Stock Exchange Limited
1st Floor, P. J. Towers
Dalal Street, Fort
Mumbai – 400001

Date: 12th February, 2021
Ref.: STL/SD/01/2020-2021

Ref.: Security Code No.: 530759

Sub: Outcome of Meeting of the Board of Directors under Regulation 30 and Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Dear Sir,

Pursuant to the provisions of Regulation 30 and Regulation 33 and other applicable regulations of the Listing Regulations, this is to inform you that Board of Directors in its meeting held on Friday, 12th February, 2021 concluded at 1:03 P. M. has taken the following decisions:

- i) Based on the recommendations of Audit Committee, approved the Standalone & Consolidated Quarterly Unaudited Financial Results of the Company for the Quarter / Nine Months ended 31st December, 2020. The unaudited financial statements of Haryana Ispat Pvt. Ltd., the wholly owned subsidiary Company, Sterling Gtake E-Mobility Limited, the Subsidiary Company and Sterling Fabory India Pvt. Ltd., the Joint Venture Company have been reviewed and then consolidated with the financial statements of Sterling Tools Limited which, then subjected to limited review by the Statutory Auditors of the Company. The duly approved consolidated financial statements of the Company for the Quarter/Nine Months ended 31st December, 2020 along with Limited Review Report is enclosed.
- ii) Limited Review Report placed before the Board on Un-audited Financial Results (Standalone and Consolidated) issued by Walker Chandiook & Co LLP, Chartered Accountants, New Delhi, Statutory Auditors.
- iii) The Board of Directors based on the recommendations of Audit Committee, has approved the proposal of investment amounting Rs. 10 Crores in one or more tranches, in the shares or optional convertible debentures or in both of Sterling Gtake E-mobility Limited, a Subsidiary Company.
- iv) Further in continuation of our letter dtd. 12th March, 2020, the funds infusion by the Chinese partner Jiangsu Gtake Electric Company Limited(GTAKE) in Sterling Gtake E-mobility Ltd. is not received yet because of the changed FDI guidelines issued by Government of India requiring approval of DPIIT, New Delhi, for which an application has already been moved on by the Sterling Gtake E-mobility Ltd.

Sincerely
For **Sterling Tools Limited**


Vaishali Singh
Company Secretary



Encl.: As above.

REGD. OFFICE : 515, DLF Tower-A,
Jasola District Centre, New Delhi - 110025
Email : csec@stlfasteners.com

Walker Chandiook & Co LLP
L 41, Connaught Circus,
Outer Circle,
New Delhi – 110 001
India

T +91 11 45002219
F +91 11 42787071

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

To the Board of Directors of Sterling Tools Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Sterling Tools 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 Securities and Exchange Board of India ('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 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.

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

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.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

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Rajni Mundra

Partner

Membership No.: 058644

UDIN: 21058644AAAABA1669

Place: New Delhi

Date: 12 February 2021

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

To the Board of Directors of Sterling Tools Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Sterling Tools Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') and its joint venture (refer Annexure 1 for the list of subsidiaries and joint venture included in the Statement) for the quarter ended 31 December 2020 and the consolidated year to date results for the period 1 April 2020 to 31 December 2020, being submitted by the Holding 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 Securities and Exchange Board of India ('SEBI') from time to time.
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 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 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.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

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

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of the other auditors referred to in paragraph 5 below, 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 did not review the interim financial information of one subsidiary included in the Statement, whose financial information reflects total revenues of ₹ 12.80 lakhs and ₹ 17.07 lakhs, total net loss after tax of ₹ 74.18 lakhs and ₹ 176.22 lakhs, total comprehensive loss of ₹ 74.18 lakhs and ₹ 176.22 lakhs, for the quarter and nine months period ended on 31 December 2020, respectively, as considered in the Statement. The Statement also includes the Group's share of net profit/(loss) after tax of ₹ 6.26 lakhs and ₹ (21.45) lakhs and total comprehensive income/(loss) of ₹ 6.39 lakhs and ₹ (20.99) lakhs, for the quarter and nine months period ended on 31 December 2020, respectively, as considered in the Statement, in respect of the joint venture, whose interim financial information have not been reviewed by us. These interim financial information have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of this subsidiary and joint venture is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

6. The Statement includes the interim financial information of one subsidiary, which has not been reviewed/audited by its auditor, whose interim financial information reflects total revenues of ₹ 3.29 lakhs and ₹ 9.63 lakhs, net profit after tax of ₹ 2.09 lakhs and ₹ 6.29 lakhs, total comprehensive income of ₹ 2.09 lakhs and ₹ 6.29 lakhs for the quarter and nine months period ended 31 December 2020 respectively, as considered in the Statement, and have been furnished to us by the Holding Company's management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on such unreviewed/unaudited interim financial information. According to the information and explanations given to us by the management, these interim financial information is not material to the Group.

Our conclusion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

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Date: 2021.02.12
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Rajni Mundra

Partner

Membership No.: 058644

UDIN: 21058644AAAABB1304

Place: New Delhi

Date: 12 February 2021

Walker Chandiook & Co LLP

Annexure 1 to the Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of Sterling Tools Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

Annexure 1

List of entities included in the Statement

1. Haryana Ispat Private Limited, subsidiary;
2. Sterling Gtake E-mobility Limited, subsidiary; and
3. Sterling Fabory India Private Limited, joint venture.

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STERLING TOOLS LIMITED

Regd. Office: Office No 515, DLF Tower A, Jasola, NEW DELHI-110025
 Website: stlfasteners.com, E-mail: sterling@stlfasteners.com, CIN: L29222DL1979PLC009668

Statement of standalone unaudited financial results for the quarter and nine months ended 31 December 2020

(₹ in lakhs, except per share data)

S. No.	Particulars	Three months ended 31 December 2020	Preceding three months ended 30 September 2020	Corresponding three months ended 31 December 2019	Year to date figures for current period ended 31 December 2020	Year to date figures for the previous period ended 31 December 2019	Year ended 31 March 2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	11,105.68	9,520.43	8,486.38	22,653.06	27,841.27	36,424.15
	(b) Other income	137.11	138.64	144.27	390.11	482.57	609.13
	Total income	11,242.79	9,659.07	8,630.65	23,043.17	28,323.84	37,033.28
2	Expenses						
	(a) Cost of materials consumed	4,276.06	3,546.55	3,036.39	8,344.62	9,481.21	12,334.97
	(b) Changes in inventories of finished goods and work-in-progress	(457.22)	(460.00)	128.69	(591.16)	1,022.36	1,403.40
	(c) Employee benefits expense	935.69	899.11	951.91	2,625.88	2,827.29	3,627.54
	(d) Finance costs	187.24	198.14	179.13	565.66	447.21	626.34
	(e) Depreciation and amortisation expenses	672.24	654.34	647.83	1,920.73	1,766.28	2,421.84
	(f) Consumption of stores and spares	989.27	712.68	614.53	1,853.27	2,046.05	2,823.92
	(g) Power and fuel	957.27	867.50	682.49	2,006.30	2,124.97	2,818.81
	(h) Other expenses	2,081.58	1,696.51	1,678.74	4,318.37	5,631.00	7,277.95
	Total expenses	9,642.13	8,114.83	7,919.71	21,043.67	25,346.37	33,334.77
3	Profit before exceptional items and tax (1-2)	1,600.66	1,544.24	710.94	1,999.50	2,977.47	3,698.51
4	Exceptional items	-	-	-	-	-	328.25
5	Profit before tax (3-4)	1,600.66	1,544.24	710.94	1,999.50	2,977.47	3,370.26
6	Tax expense						
	(a) Current tax	372.49	124.27	157.99	496.75	487.05	593.95
	(b) Deferred tax	11.09	268.46	60.89	11.50	403.17	(128.60)
	Total tax expenses	383.58	392.73	218.88	508.25	890.22	465.35
7	Profit for the period (5-6)	1,217.08	1,151.51	492.06	1,491.25	2,087.25	2,904.91
8	Other comprehensive income						
	(A) (i) Items that will not be reclassified to the statement of profit and loss	3.41	3.42	(0.20)	10.25	(0.59)	552.66
	(ii) Income-tax relating to items that will not be reclassified to the statement of profit and loss	(0.86)	(0.86)	0.07	(2.58)	0.21	(139.09)
	(B) (i) Items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	(ii) Income-tax relating to items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	Total other comprehensive income	2.55	2.56	(0.13)	7.67	(0.38)	413.57
9	Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (7+8)	1,219.63	1,154.07	491.93	1,498.92	2,086.87	3,318.48
10	Paid-up equity share capital (face value of ₹ 2 each)	720.48	720.48	720.48	720.48	720.48	720.48
11	Other equity						30,149.95
12	Earnings per share*						
	(a) Basic	3.38	3.20	1.37	4.14	5.79	8.06
	(b) Diluted	3.38	3.20	1.37	4.14	5.79	8.06

* not annualised except for the year ended 31 March 2020

See accompanying notes to the financial results

Notes:

- The standalone financial results of Sterling Tools Limited (the 'Company') for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12 February 2021. The statutory auditors of the Company have expressed an unmodified review conclusion on these results.
- The above results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), specified under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
- The Company's business falls within a single business segment in terms of the Indian Accounting Standard 108 - Operating Segments and hence no additional disclosures has been furnished.
- Due to outbreak of Coronavirus Disease 2019 (COVID-19) which has been declared as a pandemic by the World Health Organization and subsequent lock down ordered by the Central and State Government(s) in India, the manufacturing facilities of the Company remained suspended from 22 March 2020 till 10 May 2020. The Company in compliance with the necessary instructions/guidelines, resumed its operations from 11 May 2020 in a phased manner, while ensuring health safety of all the stakeholders.

This situation resulted in temporary disturbance in the economic activities through interruption in manufacturing process, disruption in supply chain, etc for the Company during the nine months ended 31 December 2020. However, the Company is closely monitoring the impact of the aforementioned pandemic and believes that there will not be any significant adverse impact on the long term operations and performance of the Company.

For and on behalf of the Board of Directors


 (Anil Aggarwal)
 Chairman & Managing Director

Place: Faridabad

Date: 12 February 2021



STERLING TOOLS LIMITED

Regd. Office: Office No. 515, DLF Tower-A, Jasola, New Delhi-110025
Website: stffasteners.com, E-mail: csec@stffasteners.com, CIN: L29222DL1979PLC009668

Statement of consolidated unaudited financial results for the quarter and nine months ended 31 December 2020

Part I		(₹ in lakhs, except per share data)					
S. No.	Particulars	Three months ended 31 December 2020	Preceding three months ended 30 September 2020	Corresponding three months ended 31 December 2019	Year to date figures for current period ended 31 December 2020	Year to date figures for the previous period ended 31 December 2019	Year ended 31 March 2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	11,117.11	9,520.92	8,486.38	22,664.98	27,841.27	36,424.15
	(b) Other income	141.76	143.73	147.84	404.89	495.17	624.34
	Total income	11,258.87	9,664.65	8,634.22	23,069.87	28,336.44	37,048.49
2	Expenses						
	(a) Cost of materials consumed	4,289.54	3,547.19	3,036.39	8,362.06	9,481.21	12,334.97
	(b) Changes in inventories of finished goods and work-in-progress	(463.50)	(459.99)	128.69	(600.76)	1,022.36	1,403.40
	(c) Employee benefits expense	985.89	955.11	951.91	2,743.07	2,827.29	3,641.52
	(d) Finance costs	187.24	198.14	179.13	565.66	447.21	626.44
	(e) Depreciation and amortisation expenses	673.18	654.79	647.83	1,922.31	1,766.28	2,421.87
	(f) Consumption of stores and spares	989.27	712.68	614.53	1,853.27	2,046.05	2,823.92
	(g) Power and fuel	959.82	867.50	682.49	2,008.89	2,124.97	2,818.89
	(h) Other expenses	2,107.27	1,718.75	1,679.00	4,382.40	5,632.28	7,316.92
	Total expenses	9,728.71	8,194.17	7,919.97	21,236.90	25,347.65	33,387.93
3	Profit before share of profit of investment accounted for using equity method and tax (1-2)	1,530.16	1,470.48	714.25	1,832.97	2,988.79	3,660.56
4	Share of profit/(loss) of investment accounted for using equity method	6.39	(4.89)	(20.98)	(20.99)	(57.76)	(59.95)
5	Profit before tax (3+4)	1,536.55	1,465.59	693.27	1,811.98	2,931.03	3,600.61
6	Tax expense						
	(a) Current tax	373.34	125.11	158.52	499.26	489.05	597.17
	(b) Deferred tax	11.82	269.65	60.89	12.39	403.17	(47.00)
	Total tax expenses	385.16	394.76	219.41	511.65	892.22	550.17
7	Profit for the period (5-6)	1,151.39	1,070.83	473.86	1,300.33	2,038.81	3,050.44
8	Other comprehensive income						
	(A) (i) Items that will not be reclassified to the statement of profit and loss	3.41	3.42	(0.20)	10.25	(0.59)	552.66
	(ii) Income-tax relating to items that will not be reclassified to the statement of profit and loss	(0.86)	(0.86)	0.07	(2.58)	0.21	(139.09)
	(B) (i) Items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	(ii) Income-tax relating to items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	Total other comprehensive income	2.55	2.56	(0.13)	7.67	(0.38)	413.57
9	Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (7+8)	1,153.94	1,073.39	473.73	1,308.00	2,038.43	3,464.01
10	Profit for the period attributable to						
	(a) Owners of the Company	1,151.79	1,070.77	473.86	1,300.68	2,038.81	3,051.26
	(b) Non controlling interest	(0.40)	0.06	-	(0.35)	-	(0.82)
		1,151.39	1,070.83	473.86	1,300.33	2,038.81	3,050.44
11	Other comprehensive income attributable to						
	(a) Owners of the Company	2.55	2.56	(0.13)	7.67	(0.38)	413.57
	(b) Non controlling interest	-	-	-	-	-	-
		2.55	2.56	(0.13)	7.67	(0.38)	413.57
12	Total comprehensive income attributable to						
	(a) Owners of the Company	1,154.34	1,073.33	473.73	1,308.35	2,038.43	3,464.83
	(b) Non controlling interest	(0.40)	0.06	-	(0.35)	-	(0.82)
		1,153.94	1,073.39	473.73	1,308.00	2,038.43	3,464.01
13	Paid-up equity share capital (face value of ₹ 2 each)	720.48	720.48	720.48	720.48	720.48	720.48
14	Other equity						29,925.44
15	Earnings per share*						
	(a) Basic	3.20	2.97	1.32	3.61	5.66	8.47
	(b) Diluted	3.20	2.97	1.32	3.61	5.66	8.47

* not annualised except for the year ended 31 March 2020

See accompanying notes to the financial results

Notes:

- The consolidated financial results of Sterling Tools Limited (the 'Holding Company') for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12 February 2021. The statutory auditors of the Holding Company have expressed an unmodified review conclusion on these results.
- The above results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), specified under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
- The Group's business falls within a single business segment in terms of the Indian Accounting Standard 108 - Operating Segments and hence no additional disclosures has been furnished.
- Due to outbreak of Coronavirus Disease 2019 (COVID-19) which has been declared as a pandemic by the World Health Organization and subsequent lock down ordered by the Central and State Government(s) in India, the manufacturing facilities of the Holding Company remained suspended from 22 March 2020 till 10 May 2020. The Holding Company in compliance with the necessary instructions/guidelines, resumed its operations from 11 May 2020 in a phased manner, while ensuring health safety of all the stakeholders.

This situation resulted in temporary disturbance in the economic activities through interruption in manufacturing process, disruption in supply chain, etc for the Holding Company during the nine months ended 31 December 2020. However, the Holding Company is closely monitoring the impact of the aforementioned pandemic and believes that there will not be any significant adverse impact on the long term operations and performance of the Holding Company.

For and on behalf of the Board of Directors

(Anil Aggarwal)
Chairman & Managing Director

Place: Faridabad
Date: 12 February 2021