



SGL-27/Sec/2023-24

26th July, 2023

National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor
Plot No.C-1, Block G
Bandra-Kurla Complex
Bandra (E),
Mumbai 400 051

BSE Limited
1st Floor
New Trading Ring, Rotunda Building
P J Towers, Dalal Street
Fort,
Mumbai 400 001

Stock Code: SHANTIGEAR
Through NEAPS

Stock Code: 522034
Through BSE Listing Centre

Dear Sir / Ma'am,

Sub: Outcome of Board Meeting held on 26th July, 2023

Further to our letter dated 13th July 2023, intimation of the Board Meeting to consider and approve the Unaudited financial results of the Company for the quarter ended 30th June, 2023.

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), we wish to inform you that the Board of Directors at their Meeting held today has inter alia, approved the Unaudited Financial Results of the Company for the first quarter ended 30th June, 2023. In this regard, a copy of the said Financial Results together with the Limited Review Report of M/s. Deloitte Haskins & Sells, Chartered Accountant & Statutory Auditor of the Company is enclosed herewith.

A copy of the same will be made available on the website of the Company at www.shanthigears.com.

An extract of the aforesaid financial results in the manner prescribed under the SEBI Listing Regulations will be published in English and Tamil newspapers within the time stipulated. A copy of the press release made with regarding to the un-audited financial results for the first quarter ended 30th June, 2023 is further enclosed.

The Meeting of the Board of Directors commenced at 01.00 p.m. and concluded at 2.05 p.m.



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Tel : +91 422 4545745 / Fax : +91 422 4545700 / Mobile : +91 96262 60500 (8 Lines)





Regd. Office :
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Singanallur
Coimbatore - 641 005

Phone : +91-422-4545745
Fax : +91-422-4545700
E-mail : info@shanthigears.murugappa.com
Website : www.shanthigears.com
CIN : L29130TZ1972PLC000649
GST : 33AADCS0692L1Z7



murugappa

This is for your kind information and records.

Thanking you,

Yours faithfully,

For Shanthi Gears Limited

Walter Vasanth P J

Company Secretary & Compliance Officer



Encl.: As above

Shanthi Gears Limited

CIN: L29130TZ1972PLC000649

Regd. Office: 304-A, Trichy Road, Singanallur, Coimbatore-641005 | Tel: +91-422-4545745 | Fax: +91-422-4545700
Email: waltervasanthpj@shanthigears.murugappa.com | Website: www.shanthigears.com

Statement of Unaudited Financial Results for the Quarter ended 30 June 2023

₹ Crores

SI No	Particulars	Quarter ended			Year ended
		30.06.2023	31.03.2023	30.06.2022	31.03.2023
		Unaudited	Unaudited (Refer Note 3)	Unaudited	Audited
1	Revenue from operations	121.45	123.40	98.85	445.65
	Other income	3.99	2.78	2.14	11.24
	Total income	125.44	126.18	100.99	456.89
2	Expenses				
	(a) Cost of materials consumed	54.49	57.10	52.16	214.18
	(b) Changes in inventories of finished goods and work-in-progress	2.57	1.87	(2.96)	0.12
	(c) Employee benefits expense	22.66	17.70	15.22	71.15
	(d) Depreciation and amortisation expense	2.97	2.88	2.57	10.88
	(e) Other expenses	18.63	20.08	16.31	70.37
	Total expenses	101.32	99.63	83.30	366.70
3	Profit before tax (1-2)	24.12	26.55	17.69	90.19
4	Tax expense				
	Current tax	6.61	8.98	4.76	25.40
	Deferred tax	(0.61)	(1.90)	(0.51)	(2.26)
	Total tax expense	6.00	7.08	4.25	23.14
5	Profit after tax (3-4)	18.12	19.47	13.44	67.05
6	Other comprehensive loss (net of tax)				
	Items that will not be reclassified to statement of profit and loss in subsequent periods:				
	Re-measurement gain/(loss) on defined benefit obligations (Net)	(0.33)	(1.69)	(0.05)	(2.21)
	Income tax relating to item that will not be reclassified to statement of profit and loss in subsequent periods	0.08	0.43	0.01	0.56
	Other comprehensive loss for the period / year	(0.25)	(1.26)	(0.04)	(1.65)
7	Total comprehensive income (5+6)	17.87	18.21	13.40	65.40
8	Paid up equity share capital (Face value of ₹1 each)	7.67	7.67	7.67	7.67
9	Reserves and surplus (i.e. Other equity)				294.68
10	Earnings Per Share (EPS) of Face value of ₹1 each (Not annualised for the quarters)				
	Basic EPS ₹	2.36	2.54	1.75	8.74
	Diluted EPS ₹	2.36	2.54	1.75	8.74

Notes

- The above statement of unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on 26 July 2023. The statement of unaudited financial results for the quarter ended 30 June 2023 has been reviewed by the statutory auditors' of the Company.
- The Company's main business is manufacture of Gears and Gear Products. There are no separate reportable segments as per Ind AS 108 - Operating Segments
- The figures of the 31 March 2023 are balancing figures between the audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the previous financial year.
- The above financial results are also available on our website www.shanthigears.com



For Shanthi Gears Limited

(Signature)

M Karunakaran

Whole-time Director

DIN: 09004843

Place : Coimbatore

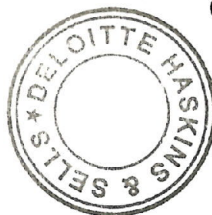
Date : 26 July 2023

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM UNAUDITED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF SHANTHI GEARS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SHANTHI GEARS LIMITED** (the "Company") for the quarter ended 30th June, 2023 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This 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 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 thereunder 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 the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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 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 Standards and other accounting principles 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 **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 008072S)



Krishna Prakash E

Krishna Prakash E
Partner
Membership No.216015

UDIN: 23216015BGXSBU4526

Place: Coimbatore
Date: 26th July 2023

Financial Results of Shanthi Gears Limited

Shanthi Gears Order Booking & PAT up by 35%

The Board of Directors of Shanthi Gears Limited (SGL), a subsidiary of Tube Investments of India Limited (TII), met today and approved the financial results for the quarter ended 30th June 2023.

Highlights

The Company continues to focus on 4 key priorities of Revenue growth, Profitability, Return on Invested Capital (ROIC) and Free Cash Flow (FCF). SGL delivered strong performance on all these 4 priorities:

- Revenue of ₹ 121.5 Crs in the quarter with a growth of 23% over Q1 of previous year.
- The Profit before tax for the quarter up by 36% at ₹ 24.1 Crores as against ₹ 17.7 Crores in Q1 of previous year. The Profit before tax % to Sales was 20% for Q1.
- Focus on cost optimisation and lower capital employed enabled to sustain healthy Return on average Invested Capital (ROIC) to 54% during Q1
- The Company generated Free Cash Flow of ₹ 34.3 Crores during Q1.