

SUNDARAM BRAKE LININGS LIMITED

Padi, Chennai - 600 050, India.



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E-mail : sbl@tvssbl.com
Website : www.tvssbrakelinings.com
PAN : AADCS4888E

Sec/ II Qr.2021
November 06, 2020

The Manager
Capital Market Listing
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, "G" Block
Bandra Kurla Complex
Bandra (East), Mumbai-400 051
Scrip Code: SUNDRMBRAK

The Deputy Manager
Corporate Relationship
Department of Corporate Services
Bombay Stock Exchange Limited
Floor 25, P J Towers,
Dalal Street,
Mumbai – 400 001
Scrip Code: 590072

Dear Sir,

Sub: Unaudited Financial Results for the Quarter / Half year ended 30th September 2020

Ref: Reg. 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We would like to inform you that, the Board of Directors at their meeting held on 06th November 2020 have approved the Unaudited Financial Results for the Quarter / Half year ended 30th September 2020.

A copy of the Unaudited financial results along with the Limited review report is attached herewith for your information and records.

As per Regulation 30 and Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 09, 2015, we hereby inform you that the Board meeting commenced at 2:30 PM and concluded at 4:00 PM

This is for your kind information.

Thanking you,

Yours faithfully
For SUNDARAM BRAKE LININGS LIMITED

S. Ramabadran
Chief Financial Officer & Company Secretary

Encl: As above

MANUFACTURERS OF TVS BRAKE LININGS & CLUTCH FACINGS

Registered Office : Padi, Chennai - 600 050. India.

CIN : L34300TN1974PLC006703

Independent Auditor's Review Report

To
The Board of Directors,
Sundaram Brake Linings Limited

Re: Limited Review Report for the quarter and half year ended 30 September 2020

1. We have reviewed the accompanying Statement of unaudited financial results of Sundaram Brake Linings Limited (the "Company") for the quarter and half year ended 30 September 2020 ("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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of Companies Act, 2013 read with 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 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 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 Standard (Ind AS) and other recognised 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.
5. **Emphasis of Matter**
We draw attention to Note No 3 of the Financial results wherein the Company has disclosed its assessment of COVID- 19 pandemic. As mentioned therein, the assessment of the Management does not indicate any material effect on the carrying value of its assets and liabilities of the Company on the reporting date or any adverse change in the ability of the Company to continue as a Going Concern. The assessment of Management is dependent on the circumstance as they evolve considering the uncertainties prevailing in the economic situation.

Our opinion is not modified in respect of this matter.

Place: Chennai

Date: 6th November, 2020

For Brahmayya & Co
Chartered Accountants
Firm Reg. No: 000511S

K.Jitendra Kumar
Partner

Membership No: 201825.

UDIN No 20201825AAAA FT3425



SUNDARAM BRAKE LININGS LIMITED

CIN: L34300TN1974PLC006703

Regd Office: Padi, Chennai 600 050; Tel. No: 044-26257853; Fax: 044-26254770

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2020

Rs. in lacs

	Particulars	Quarter Ended			Half Year Ended		For the Year ended
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		(Unaudited)			(Unaudited)		(Audited)
1	Revenue from Operations	6,128.29	3,049.57	5,912.57	9,177.86	13,239.44	25,814.17
2	Other Income	1.55	17.28	278.97	18.83	319.53	507.51
3	Total Revenue	6,129.84	3,066.85	6,191.54	9,196.69	13,558.97	26,321.68
4	Expenditure						
	(a) Cost of materials consumed	2,659.90	1,305.52	3,232.50	3,965.42	6,632.08	12,357.96
	(b) Changes in inventories of finished goods and work-in-progress	325.21	179.32	(701.30)	504.53	(458.82)	(32.40)
	(c) Employee benefits expenses	982.59	990.03	1,221.21	1,972.62	2,483.08	4,652.50
	(d) Finance cost	24.71	27.13	35.11	51.84	78.81	157.83
	(e) Depreciation and amortisation expense	130.29	136.98	128.49	267.27	250.78	542.33
	(f) Other expenses	1,606.73	958.32	2,319.72	2,565.05	4,445.12	8,343.33
5	Total Expenses (a ... f)	5,729.43	3,597.30	6,235.73	9,326.73	13,431.05	26,021.55
6	Total Profit/ (Loss) before Exceptional items and Tax (3-5)	400.41	(530.45)	(44.19)	(130.04)	127.92	300.13
7	Exceptional item:						
	Ex-gratia to employees under Voluntary Retirement Scheme	-	-	-	-	-	-
8	Profit / (Loss) Before Tax (6 - 7)	400.41	(530.45)	(44.19)	(130.04)	127.92	300.13
9	Tax expense						
	- Current Tax	0.00	-	(10.89)	-	26.33	52.68
	- Deferred Tax	(28.80)	4.73	2.80	(24.07)	11.14	(4.32)
10	Profit/ (Loss) for the period from continuing operations (8 - 9)	429.21	(535.18)	(36.10)	(105.97)	90.45	251.77
11	Profit/ (Loss) for the period from discontinued operations, if any	-	-	-	-	-	-
12	Profit/ (Loss) for the period (10 + 11)	429.21	(535.18)	(36.10)	(105.97)	90.45	251.77
13	Other Comprehensive Income						
	a) (i) Item that will not be reclassified to Profit & Loss	0.00	-	(8.68)	-	-	(67.28)
	(ii) Deferred Tax relating to item that will not be reclassified to Profit & Loss	0.00	-	-	-	-	13.85
	b) (i) Item that will be reclassified to Profit & Loss	-	-	-	-	-	0.00
	(ii) Income Tax relating to item that will be reclassified to Profit & Loss	-	-	-	-	-	-
14	Total Comprehensive Income (12+13)	429.21	(535.18)	(44.78)	(105.97)	90.45	198.34
15	Paid up Equity Share Capital-Face Value-Rs.10/- each	393.46	393.46	393.46	393.46	393.46	393.46
16	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year						8,003.36
17	Earnings Per Share (EPS) - in Rs.						
	a) Basic and diluted EPS before Extraordinary items (not annualised) - in Rs.	10.91	(13.60)	(0.92)	(2.69)	2.30	6.40
	b) Basic and diluted EPS after Extraordinary items (not annualised) - in Rs.	10.91	(13.60)	(0.92)	(2.69)	2.30	6.40



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Statement of Assets and Liabilities as at 30th September 2020 as compared to previous year:			Rs. in lacs	
Particulars	As at 30.09.2020 (Unaudited)		As at 31.03.2020 (Audited)	
	A ASSETS			
1 Non-current Assets				
(a) Property, Plant and Equipment	6,241.62		6,444.33	
(b) Right of use assets	275.62		277.25	
(c) Other Intangible Assets	135.11		12.69	
(d) Investment Property	36.50		36.68	
(e) Capital Work-in-progress	284.71		229.44	
(f) Intangible assets under development	12.60		88.59	
		6,986.16		7,088.98
(g) Financial Assets				
i. Investments	92.48		92.48	
ii. Other financial assets	12.36		15.70	
(h) Non-Current Assets (Net)				
(i) Other Non-Current Assets	348.18		343.15	
		453.02		451.33
2 Current Assets				
(a) Inventories	3,196.42		3,770.65	
(b) Financial Assets				
i. Trade Receivables	5,142.65		5,260.19	
ii. Cash and cash equivalents	680.76		337.12	
iii. Other financial assets	29.04		59.07	
(c) Other Current Assets	852.12		930.99	
		9,900.99		10,358.02
TOTAL		17,340.17		17,898.33
B EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share Capital	393.46		393.46	
(b) Other Equity	7,897.37		8,003.36	
		8,290.83		8,396.82
LIABILITIES				
3 Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	306.00		0.00	
(b) Provisions	111.21		150.72	
(c) Deferred tax liabilities (net)	955.47		979.54	
(d) Liabilities for Tax (Net)	1,063.73		1,064.20	
		2,436.41		2,194.46
4 Current liabilities				
(a) Financial Liabilities				
i. Borrowings	1,735.58		2,400.99	
ii. Trade payables				
(A) total outstanding dues of micro enterprises and small enterprises	739.88		780.43	
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	2,412.31		2,397.17	
iii. Other Financial Liabilities	1,443.91		1,387.15	
(b) Other current liabilities	260.20		320.26	
(c) Provisions	21.05		21.05	
(d) Liabilities for Tax (Net)				
		6,612.93		7,307.05
TOTAL		17,340.17		17,898.33

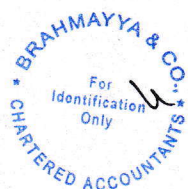


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Cash Flow Statement for the Half Year ended 30th September 2020:
Rs. in lacs

	For the Half Year ended 30.09.2020	For the Half Year ended 30.09.2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before Tax	(130.04)	127.92
Adjustments for:		
Depreciation and Amortization	267.27	250.78
Unrealised (Gain) / loss on Foreign Exchange Fluctuations (Net)	(1.71)	72.43
Profit / (Loss) on Sale of fixed assets	0.00	(0.83)
Advance written off	0.00	171.73
Payable written back	0.00	(211.65)
Provision for leave encashment	(39.51)	5.00
Interest Income	(4.62)	(11.83)
Interest Expenses	51.84	78.81
Cash Generated Before Working Capital Changes	143.23	482.36
Movement In Working Capital		
Increase / (Decrease) in Trade Payables	(22.19)	(233.24)
Increase / (Decrease) in Other Financial Liabilities	(136.17)	66.50
Increase / (Decrease) in Other Liabilities	(60.06)	(4.55)
(Increase) / Decrease in Trade Receivables	104.30	852.77
(Increase) / Decrease in Inventories	574.24	(33.86)
(Increase) / Decrease in Other Financial Assets	17.43	7.98
(Increase) / Decrease in Other Assets	79.08	(443.05)
Cash Generated From Operations	699.86	694.91
Direct Taxes Paid (net)	(0.47)	(33.42)
Net Cash Flow From / (Used in) Operating Activities	699.39	661.49
B. CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of PPE and Intangible Assets	(211.58)	(257.75)
Proceeds from Sale of PPE	0.00	1.34
Interest Income Received	20.56	20.75
Net Cash Flow From / (Used in) Investing Activities	(191.02)	(235.66)
C. CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
Proceeds from/(to) Short - Term Borrowings (Net) *	(653.68)	(237.20)
Proceeds from Long Term Borrowings	550.00	0.00
Interest Paid	(61.05)	(78.81)
Net Cash Flow From / (Used in) Financing Activities	(164.73)	(316.01)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	343.64	109.82
Cash and Cash Equivalents at the beginning of the year	334.78	384.32
Cash and Cash Equivalents at the end	678.42	494.14
Components of Cash and Cash Equivalents		
Cash and cheques on Hand	26.39	27.64
Balances with Banks		
-On Current Accounts	651.93	166.50
-On Deposit Accounts	0.10	300.00
Cheques, Drafts on hand	0.00	0.00
Cash and cash Equivalents	678.42	494.14
Non cash Investment / Financing activities:		
*Foreign Exchange Movement	(11.73)	20.14

The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS - 7 on Cash Flow Statements.



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Notes :

- 1 The operations of the Company relate only to one segment viz., friction materials.
- 2 The above unaudited financial results of the Company have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. These results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 6th November, 2020. The Statutory Auditors have carried out a limited review for the quarter / half year ended 30th September, 2020 and have issued an unqualified report thereon.
- 3 The spread of COVID-19 has impacted global economic activity as has been witnessed in several countries. There have been severe disruptions in businesses in India during the Lock down period. Consequently, the Company's manufacturing plants had to operate under mandatory lockdown conditions during the quarter / half year ended 30th September, 2020. These conditions have significantly affected the revenues and results of the Company in the current half year. The situation is evolving and the assessment of impact due to COVID-19 is a continuous process, given the uncertainties.
Management has conducted the possible impact of known events arising from COVID-19 pandemic in the preparation of these financial results and has analysed events post Balance Sheet date and believes that there will not be any material effect on the carrying values of the assets and liabilities of the Company on the reporting date and there is no change in its ability to continue as a Going Concern.
- 4 Other Comprehensive Income mainly comprise of the impact on movement in fair value of Non-Current Investments in Equity and Remeasurement of Defined Plan Benefits
- 5 The figures for the previous period have been regrouped wherever necessary to conform to current period classification.

Chennai
6th November, 2020



On behalf of the Board
For SUNDARAM BRAKE LININGS LIMITED


KRISHNA MAHESH
MANAGING DIRECTOR

Visit our website : www.tvsbrakelinings.com

