

IPR/SECL/EXCH/21-22

June 21, 2021

The General Manager – Listing
Department of Corporate Services
BSE Ltd Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

Dear Sir,

Sub: Outcome of Board Meeting – Regarding

This is to inform that at the Board meeting held today, the Board of Directors of the Company have approved the statement of **Audited financial results for the Financial Year ended 31st March 2021.**

A copy of the audited financial statements for the year ended **March 31, 2021** along with the report issued by the Statutory Auditors is being attached for your records.

Further, the Board of Directors have recommended a **Dividend of 15% [Rs. 1.50/- per share]** for the financial year ended **March 31, 2021.**

The meeting commenced at 12:00 PM on June 19, 2021 and got adjourned to 04:00 PM on June 21, 2021. The Communication with reference to the said adjournment was intimated to the stock exchange vide letter dated June 19, 2021 [BSE Acknowledgement No: 2899639]. The adjourned Board meeting concluded on **June 21, 2021 05:00 PM.**

The above information will be made available on the Company's website www.iprings.com.

Kindly acknowledge the receipt of the same.

Thanking you.

For **IP RINGS LIMITED**

ANANTHA
SUBRAMANIAN

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SUBRAMANIAN
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CS V ANANTHA SUBRAMANIAN
COMPANY SECRETARY
[ACS NO: 29770]



IPR/SECL/EXCH/21-22

June 19, 2021

The General Manager – Listing
Department of Corporate Services
BSE Ltd Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

Dear Sir,

Sub: Intimation of adjournment of the Board meeting to June 21, 2021 [in continuance of meeting held on June 19, 2021] for considering the audited financial results of the Company for the year ended March 31, 2021 and other agenda matters.

This is with reference to our earlier communication dated June 11, 2021 regarding the meeting of the Board of Directors, on Saturday, June 19, 2021 to consider, inter alia, Audited Financials of the Company for the year ended March 31, 2021. Considering the time taken for completion of the meetings of various committees of the Board today, the said Board meeting was adjourned to Monday, June 21, 2021 to provide more time to the Directors for deliberations on various agenda items.

We wish to inform you that necessary Quorum was present at the meetings, held today i.e. June 19, 2021, and the Board meeting will continue on Monday, June 21, 2021 to consider the remaining agenda items, including consideration of Audited Accounts and the financial results of the Company for the year ended March 31, 2021 and any other matter with the permission of the Chairman.

The financial results and the declaration of Dividend details will be provided to the exchange subsequently once approved by the Board of Directors.

Further, pursuant to provisions under the Code of Internal Procedures & Conduct to regulate, monitor and report trading by insider adopted by the Company under the SEBI (Prohibition of Insider Trading) Regulations, 2015 for declaration of Audited Financials for the year ended March 31, 2021, the trading window shall remain close from June 21, 2021 till the completion of 24 hours after the results of Board meeting as referred above are made public (As per Company Code of Conduct for prevention of Insider Trading).

Kindly acknowledge the receipt of the same.

For **IP RINGS LIMITED**

ANANTHA
SUBRAMANIAN

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ANANTHA SUBRAMANIAN
Date: 2021.06.19 16:46:00
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**CS V ANANTHA SUBRAMANIAN
COMPANY SECRETARY
[ACS NO: 29770]**



IP RINGS LIMITED

Regd Office: D-11/12, Industrial Estate, Maraimalai Nagar - 603 209

CIN : L28920TN1991PLC020232 - Telephone No: 044- 274 52816 - Regd Mail Id: iprmmn@iprings.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

| Part I Sno | Particulars | (Rs. in Lakhs) | | | | |
|---------------|---|-----------------|-----------------|-----------------|------------------|------------------|
| | | Quarter Ended | | | Year Ended | |
| | | 31.03.21 | 31.12.20 | 31.03.20 | 31.03.21 | 31.03.20 |
| | | Refer Note 5 | Unaudited | Refer Note 5 | Audited | Audited |
| | Income | | | | | |
| 1 | Revenue from Operations | 7,599.78 | 6,662.46 | 4,512.37 | 19,846.21 | 19,793.21 |
| 2 | Other Income | 39.23 | 0.32 | 20.72 | 99.80 | 65.67 |
| | Total Income (1+2) | 7,639.01 | 6,662.78 | 4,533.09 | 19,946.01 | 19,858.88 |
| | Expenses | | | | | |
| 3 | a. Cost of Materials Consumed | 2,494.86 | 2,142.68 | 1,298.17 | 6,473.96 | 5,721.27 |
| | b. Changes in inventories of finished goods and work in progress | (191.38) | (228.51) | 0.95 | (488.62) | 585.19 |
| | c. Employee Benefits Expense | 730.72 | 681.15 | 661.06 | 2,454.90 | 2,856.87 |
| | d. Finance Cost | 208.64 | 192.53 | 382.64 | 743.41 | 943.55 |
| | e. Depreciation and Amortisation Expense | 319.00 | 315.54 | 275.17 | 1,154.28 | 1,105.45 |
| | f. Subcontracting Expenses | 1,175.03 | 1,040.33 | 633.01 | 2,948.62 | 2,568.95 |
| | g. Stores Consumed | 1,171.71 | 856.73 | 572.65 | 2,591.83 | 2,299.42 |
| | h. Other expenses | 1,182.66 | 1,102.20 | 823.09 | 3,413.62 | 3,604.27 |
| | Total expenses | 7,091.24 | 6,102.65 | 4,646.74 | 19,292.00 | 19,684.97 |
| 4 | Profit/ (Loss) from ordinary activities before Exceptional items and tax (2-3) | 547.77 | 560.13 | (113.65) | 654.01 | 173.91 |
| 5 | Exceptional Items | - | - | - | - | - |
| 6 | Profit/ (Loss) from ordinary activities before tax (4-5) | 547.77 | 560.13 | (113.65) | 654.01 | 173.91 |
| 7 | Tax Expense | | | | | |
| | a) Current tax - Current Year | 77.51 | 18.78 | (4.54) | 96.29 | 51.71 |
| | - Previous Year | (42.61) | 11.00 | 37.10 | (31.61) | 37.10 |
| | b) Mat Credit Entitlement | (78.26) | (18.78) | 3.77 | (97.04) | (46.48) |
| | c) Deferred tax | 182.48 | 132.56 | (40.85) | 189.56 | 21.47 |
| | Total Tax expense (a+b+c) | 139.12 | 143.56 | (4.52) | 157.20 | 63.80 |
| 8 | Profit/ (Loss) for the period/year (6-7) | 408.65 | 416.57 | (109.13) | 496.81 | 110.11 |
| 9 | Other comprehensive income | | | | | |
| | A (i) Items that will not be reclassified to profit or loss | (63.53) | (2.28) | 1.93 | (86.74) | (19.84) |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | 17.68 | 0.68 | (0.77) | 24.15 | 5.23 |
| | B (i) Items that will be reclassified to profit or loss | - | - | - | - | - |
| | (ii) Income tax relating to items that will be reclassified to profit or loss | - | - | - | - | - |
| 10 | Total comprehensive income for the period (8+9) | 362.80 | 414.97 | (107.97) | 434.22 | 95.50 |
| 11 | Paid-up Equity Share Capital (Face value of Rs 10/- Per Share) | 1,267.59 | 1,267.59 | 1,267.59 | 1,267.59 | 1,267.59 |
| 12 | Other Equity as per balance sheet | | | | 9,271.71 | 8,837.49 |
| 13 | Earnings Per Share (EPS) of Rs 10/- each | | | | | |
| | a) Basic | 3.22 | 3.29 | (0.86) | 3.92 | 0.87 |
| | b) Diluted | 3.22 | 3.29 | (0.86) | 3.92 | 0.87 |

Notes

- (1) The above results were reviewed by the Audit Committee at their Meeting held on June 19, 2021 and then approved by the Board of Directors at their Meeting held on June 21, 2021. The information for the year ended March 31, 2021 and March 31, 2020 presented above is extracted from the audited financial statements for the year ended March 31, 2021. These financial statements are prepared in accordance with the Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013.
- (2) The Board of Directors of the Company, being the Chief Operating Decision Maker ("CODM"), based on the internal business reporting system, identified that the Company has only one segment viz. manufacture and sale of Auto Component – Piston Rings, Differential Gears, Pole Wheel and other transmission Components. Accordingly there are no other reportable segments in terms of Ind AS 108 'Operating Segments'.
- (3) The outbreak of Coronavirus (Covid-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In such a situation, the Company has taken due care in concluding on accounting judgements and estimates; viz., in relation to recoverability of receivables, assessment of impairment of assets and inventory, based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The actual impact of the global health pandemic may be different from that which has been estimated, as the COVID-19 situation evolves in India and globally. The Company continues to monitor the economic effects of the pandemic on the operations and take appropriate actions as and when required.
- (4) The Board of Directors have recommended a payment of dividend of Re.1.50 per equity share (on equity share of face value of Rs.10 each) for the year ended March 31, 2021. The payment is subject to the approval of the shareholder at the ensuing Annual General Meeting.
- (5) The figures for the quarter ended March 31, 2021 and March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the quarter ended December 31, 2020 and December 31, 2019 respectively, which were subject to limited review by the statutory auditors.
- (6) The previous period/year figures have been regrouped/reclassified wherever necessary to conform to current period/year classification.

7.STATEMENT OF ASSETS AND LIABILITIES

Balance Sheet as at March 31, 2021

in. Rs.lakhs

| Particulars | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, Plant and Equipment | 13,681.98 | 11,846.50 |
| Capital work-in-progress | 192.48 | 1,938.53 |
| Right-of-use assets | 601.06 | 30.37 |
| Intangible assets | 178.66 | 28.93 |
| Financial assets | | |
| - Investments | 1.18 | 1.10 |
| -Loans | 44.75 | 6.30 |
| Income tax assets (net) | 378.65 | 320.32 |
| Other non-current assets | 439.89 | 124.80 |
| Current assets | | |
| Inventories | 4,720.67 | 3,797.15 |
| Financial assets | | |
| (i) Trade receivables | 5,649.79 | 3,805.37 |
| (ii) Cash and cash equivalents | 658.21 | 1,189.10 |
| (iii) Bank balances other than (ii) above | 1.07 | 1.07 |
| (iv) Other financial assets | 131.29 | 211.73 |
| Current Tax Assets | 6.51 | - |
| Other current assets | 597.66 | 419.05 |
| TOTAL ASSETS | 27,283.85 | 23,720.32 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| Equity Share capital | 1,267.59 | 1,267.59 |
| Other equity | 9,271.71 | 8,837.49 |
| LIABILITIES | | |
| Non-current liabilities | | |
| Financial liabilities | | |
| (i) Borrowings | 3,873.87 | 2,800.17 |
| (ii) Other financial liabilities | 555.94 | 74.86 |
| Provisions | 100.88 | 106.43 |
| Deferred tax liabilities (Net) | 163.62 | 95.25 |
| Current liabilities | | |
| Financial liabilities | | |
| (i) Borrowings | 3,998.11 | 3,963.04 |
| (ii) Trade payables | | |
| a) Total outstanding dues of Micro and Small Enterprises | 78.85 | 47.40 |
| b) Total outstanding dues other than Micro and Small Enterprises | 5,248.32 | 2,944.02 |
| (iii) Other financial liabilities | 2,536.80 | 3,464.76 |
| Other current liabilities | 148.91 | 80.49 |
| Provisions | 39.25 | 38.82 |
| TOTAL EQUITY AND LIABILITIES | 27,283.85 | 23,720.32 |

The disclosure is an extract of the audited Balance Sheet as at March 31, 2021 prepared in compliance with Indian Accounting Standards (IND AS)

8. Deferred tax reflected in the statement of assets and liabilities includes eligible MAT credit entitlement thereof.

9. Cash Flow Statement for year ended March 31, 2021

Rs. In lakhs

| Particulars | For the year ended March 31, 2021 | For the yearended March 31, 2020 |
|--|--------------------------------------|-------------------------------------|
| Cash Flows from Operating Activities | | |
| Profit/ (Loss) before tax | 654.01 | 173.91 |
| Adjustments for : | | |
| Provision for Doubtful debts made - Net | (1.97) | 6.62 |
| Bad debts written off | 6.48 | 45.42 |
| Provision for Inventory | 11.41 | 122.38 |
| Unrealised exchange fluctutaion | (116.43) | 273.14 |
| Depreciation | 1,154.28 | 1,105.45 |
| Interest Expense | 743.41 | 844.05 |
| Interest Income | (43.65) | (54.38) |
| Loss/(Profit) on sale of fixed assets | (1.90) | 5.19 |
| Operating profit/(Loss) before working capital changes | 2,405.64 | 2,521.78 |
| Adjustments for changes in : | | |
| (Increase)/ Decrease in Trade receivables | (1,816.66) | 1,141.59 |
| (Increase)/ Decrease in Inventories | (934.93) | 127.18 |
| (Increase) /Decrease in Other Financial Assets | 41.99 | (86.61) |
| (Increase)/Decrease in Other Current Assets | (188.13) | (48.02) |
| Increase / (Decrease) in Non Current provisions | (5.55) | 24.62 |
| Increase / (Decrease) in Trade Payables | 2,335.75 | (598.98) |
| Increase / (Decrease) in Other Financial Liabilities | (83.27) | 189.47 |
| Increase /(Decrease) in Other Current Liabilities | 68.42 | (15.29) |
| Increase / (Decrease) in Current Provisions | 0.43 | 9.12 |
| Cash flow from operations | 1,823.69 | 3,264.86 |
| Income Tax paid | (120.00) | (47.91) |
| Net Cash Flow from Operating Activities [A] | 1,703.69 | 3,216.95 |
| Cash Flows from Investing Activities | | |
| Payments for acquisition of assets - Net | (1,371.11) | (2,973.42) |
| Receipts from disposal of fixed Assets | 7.01 | 15.51 |
| (Increase) / Decrease in Other Non Current Assets - Capital advances | (315.09) | 285.56 |
| Increase / (Decrease) in Capital Creditors | (990.38) | 1,165.89 |
| Interest received | 43.65 | 54.38 |
| Net Cash Flow (used in) Investing Activities [B] | (2,625.92) | (1,452.08) |
| Cash Flows from Financing Activities | | |
| Proceeds from Long term borrowings | 2,584.71 | 1,008.85 |
| Repayment of long term borrowings | (1,462.76) | (1,303.08) |
| Proceeds from short term borrowings | 2,454.89 | 1,924.91 |
| Repayment of short term borrowings | (2,419.82) | (1,758.60) |
| Interest paid | (734.31) | (839.60) |
| Payment of lease liability | (31.37) | (17.24) |
| Dividends including tax thereon paid | - | (151.74) |
| Dividend remitted to IEPF | - | (1.31) |
| Net Cash Flow from Financing Activities [C] | 391.34 | (1,137.81) |
| NET CASH INFLOW [A+B+C] | (530.89) | 627.06 |
| Opening Cash and Cash Equivalents [D] | 1,189.10 | 562.04 |
| Closing Cash and Cash Equivalents [E] | 658.21 | 1,189.10 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS (E-D) | (530.89) | 627.06 |

10. The previous year figures have been regrouped/reclassified wherever necessary to conform to current year classification.

Place : Chennai
Date : June 21, 2021

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Venkataramani

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Date: 2021.06.21
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A.Venkataramani
Managing Director

INDEPENDENT AUDITOR'S REPORT ON AUDITED FINANCIAL RESULTS OF IP RINGS LIMITED

(Pursuant to the regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations"))

TO THE BOARD OF DIRECTORS OF IP RINGS LIMITED

Opinion:

1. We have audited the accompanying Statement of the Financial Results of **IP RINGS LIMITED** ("the Company") for the year ended March 31, 2021 and the statement of assets and liabilities and statement of cash flows as at and for the year ended on that date together with the notes thereon (together referred to as 'Financial Results'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us, the Financial Results:
 - are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of Companies Act, 2013 (The 'Act') and other accounting principles generally accepted in India of the profit, total comprehensive income and other financial information of the Company for the year ended March 31, 2021 and the statement of assets and liabilities and statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Emphasis of Matter

4. We draw your attention to Note 3 of the financial results which explains the uncertainties and the management's assessment of the potential impact due to lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation and consequently the Company's results are highly dependent upon future developments, which are highly uncertain.

Our opinion is not modified in respect of this matter.

Board of Directors Responsibility for the Financial Results

5. These financial results of the company and the statement of assets and liabilities and the statement of cash flows have been prepared on the basis of the Ind AS financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of presentation of the financial results by the directors of the company, as aforesaid.

6. In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

7. Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.



8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3)(i) of the act, we are also responsible for expressing our opinion on whether the company has adequate internal financial statements and the operating effectiveness of such controls (Refer para- 10 below).
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation

9. We communicate with those charged with governance of the company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

10. The Financial Results include the results for the quarters ended March 31, 2021 and 2020 being the balancing figure between the audited figures in respect of the full financial year(s) and the published year to date unaudited figures up to the third quarter of the respective financial years. The unaudited figures up to the end of the quarter was subject to limited review and not subjected to audit.



11. The Statement dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. This Statement is based on and should be read with the audited financial statements of the Company for the year ended March 31, 2021 on which we have issued an unmodified opinion vide our report dated June 21, 2021.

For M.S. Krishnaswami & Rajan
Chartered Accountants
Registration No. 01554S



M.S. Murali
Partner
Membership No. 26453
UDIN : 21026453AAAAHJ4720

June 21, 2021
Chennai