

TIMKEN

Soumitra Hazra

Company Secretary & Chief - Compliance

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5 November, 2018

The Secretary
The National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1,
G-Block, Bandra- Kurla Complex,
Bandra (E),
Mumbai- 400 051.

Scrip Code- TIMKEN

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai- 400 001.

Scrip Code- 522113

Dear Sirs,

Sub: Unaudited Financial Results for the quarter and half year ended 30 September, 2018

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we attach herewith Unaudited Financial Results of the Company for the quarter and half year ended 30 September, 2018 along with Limited Review Report issued by the Statutory Auditors of the Company for your record.

The above Unaudited Financial Results have been reviewed by the Audit Committee of the Board at its meeting held on 5 November, 2018.

The said Unaudited Financial Results have also been taken on record and approved by the Board of Directors of the Company at its meeting held on 5 November, 2018.

Thanking you,

Yours faithfully

For **TIMKEN INDIA LIMITED**

Soumitra Hazra
Soumitra Hazra
Company Secretary
& Chief- Compliance



Registered office:
Timken India Limited
39-42, Electronic City
Phase II, Hosur Road
Bangalore 560 100, Karnataka
India

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

(Rs.in Lakhs except as otherwise stated)

Sl. No	Particulars	3 months ended 30/09/2018	Preceding 3 months ended 30/06/2018	Corresponding 3 months ended in the previous year 30/09/2017	Year to date figures for current period ended 30/09/2018	Year to date figures for previous year period ended 30/09/2017	Year ended 31/03/2018
		(Unaudited)	(Unaudited) (refer note 3)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue						
	(a) Net Sales from operations	41,384	41,778	31,016	83,162	62,781	125,177
	(b) Other Income	326	166	1,443	492	1,644	2,084
	Total Income	41,710	41,944	32,459	83,654	64,425	127,261
2	Expenses						
	(a) Cost of materials consumed	18,284	19,872	13,590	38,156	26,945	54,904
	(b) Purchase of stock-in-trade	7,902	6,269	5,132	14,171	10,854	23,242
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress and change in excise duty on stock of finished goods (net)	(3,218)	(1,331)	(1,355)	(4,549)	(3,223)	(5,318)
	(d) Excise duty on sale of goods	-	-	-	-	1,776	1,776
	(e) Finance costs	57	62	36	119	59	122
	(f) Employee benefits expenses	3,074	2,933	2,144	6,007	4,306	9,050
	(g) Depreciation & amortization expense	1,976	1,696	1,163	3,672	2,280	4,314
	(h) Other expenses	8,300	7,762	6,088	16,062	12,469	25,196
	Total Expenses	36,375	37,263	26,798	73,638	55,466	113,286
3	Profit before tax (1-2)	5,335	4,681	5,661	10,016	8,959	13,975
4	Tax Expense - Current tax	2,058	1,808	1,528	3,866	2,765	4,235
	- Deferred tax charge / (credit)	(179)	(173)	408	(352)	277	541
	Net tax expenses	1,879	1,635	1,936	3,514	3,042	4,776
5	Net Profit after tax (3-4)	3,456	3,046	3,725	6,502	5,917	9,199
6	Other comprehensive income						
	Items not to be reclassified to profit or loss in subsequent periods:						
	(i) Re-measurement gains/ (losses) on defined benefit plans	(19)	139	(21)	120	(72)	106
	(ii) Income tax effect on above	7	(49)	7	(42)	25	(37)
	Total other comprehensive income	(12)	90	(14)	78	(47)	69
7	Total comprehensive income	3,444	3,136	3,711	6,580	5,870	9,268
8	Paid-up equity share capital - (of Rs 10/- each)	7,521	7,521	6,799	7,521	6,799	6,799
9	Other Equity						63,434
10	Earnings per Share (of Rs.10/- each) (Basic & Diluted) Rs. *not annualised	4.59*	4.05*	5.48*	8.64*	8.70*	13.53
	<i>(See accompanying notes to the financial results)</i>						



TIMKEN INDIA LIMITED

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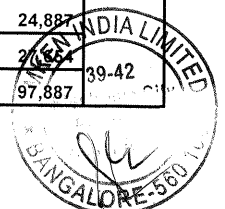
CIN : L29130KA1996PLC048230 Website: www.timken.com/en-in.

TIMKEN

STATEMENT OF ASSETS & LIABILITIES AS ON 30 SEPTEMBER 2018

(Rs.in Lakhs)

Particulars	As at	As at
	30/09/2018	31/03/2018
ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	45,179	25,098
(b) Capital work-in-progress	6,347	5,383
(c) Goodwill	14,315	-
(d) Intangible assets	17,308	12
(e) Financial Assets - Non Current		
(i) Non-current investments	3	3
(ii) Trade Receivables	333	218
(iii) Loans and Deposits	563	333
(f) Other non-current assets	3,327	2,042
Total non-current assets	87,375	33,089
2 Current Assets		
(a) Inventories	31,518	24,545
(b) Financial assets - Current		
(i) Current Investments	13,286	5,517
(ii) Trade Receivables	26,166	22,318
(iii) Cash & Cash equivalents	3,076	2,300
(iv) Other Bank balances	540	378
(v) Loans and Deposits	24	9
(vi) Other current financial assets	148	273
(c) Other current assets	7,899	9,458
Total current assets	82,657	64,798
TOTAL ASSETS	170,032	97,887
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	7,521	6,799
(b) Other Equity (Reserves and Surplus)	118,240	63,434
Total Equity	125,761	70,233
LIABILITIES		
1 Non-current Liabilities		
(a) Other non-current liabilities	2,276	2,246
(b) Provisions	463	303
(c) Deferred tax liabilities (net)	7,288	218
Total non-current liabilities	10,027	2,767
2 Current liabilities		
(a) Financial liabilities - Current		
(i) Borrowings	1,758	1,594
(ii) Trade Payables	27,792	19,657
(iii) Other current financial liabilities	1,044	1,013
(b) Other current liabilities	517	743
(c) Provisions	1,368	1,305
(d) Current tax liabilities	1,765	575
Total current liabilities	34,244	24,887
Total liabilities	44,271	27,654
TOTAL EQUITY AND LIABILITIES	170,032	97,887



Notes :

- 1) The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on November 5, 2018.
- 2) The Company has identified two operating segments, viz. i) Mobile industry ii) Process industry. In accordance with the process followed by the Timken Group globally and the manner of review of performance by the management, these have been aggregated due to similar nature of products, production process and distribution process and hence considered as a single reportable segment and accordingly no separate segment information is disclosed.
- 3) The Scheme of Amalgamation and Arrangement between ABC Bearings Limited ("ABC") and the Company (the "Scheme") has been approved by National Company Law Tribunal ("NCLT") at Mumbai and by National Company Law Tribunal ("NCLT") at Bangalore vide their orders dated April 20, 2018 and April 26, 2018 respectively. Upon the filing of these orders with jurisdictional Registrars of Companies, the Scheme became effective from August 30, 2018 with an appointed date of May 01, 2018 (the "Appointed Date"). The Scheme has been accounted as per the acquisition method with effect from the Appointed Date as per the above mentioned NCLT orders and accordingly comparatives for the earlier periods have been restated. In terms of the Scheme, the Company allotted 72.18 lakh equity shares of Rs 10 each fully paid up to the shareholders of ABC as on September 3, 2018. Subsequent to the allotment of these equity shares, the Company's Paid up Equity Share Capital stands at Rs.7,521 lakhs. The Earnings per share in these results has been calculated by considering the newly allotted shares as having been outstanding from the Appointed date.

The Scheme has been accounted with effect from the Appointed Date as per the above mentioned NCLT orders and accordingly comparatives for the earlier periods have been restated. The key items in the results as previously reported are as under :

(Rs in lakhs)	
Particulars	Preceeding 3 months ended 30/06/2018
Total Income	38,503
Total Expenses	33,642
Profit before tax	4,861

As permitted under Ind AS 103, the merger of ABC has been accounted for on provisional basis as at September 30, 2018.

Revenues from operations reported in these results include revenues attributable to ABC operations of Rs. 3,441 lakhs, and Rs. 4,398 lakhs for the period May 1, 2018 to June 30, 2018 and quarter ended September 30, 2018 respectively. The impact of these operations on the profits before tax of the Company (after considering post-merger adjustments) was marginal in the respective periods.

- 4) The Government of India introduced the Goods and Service Tax (GST) with effect from July 01, 2017. GST is collected on behalf of the Government and no economic benefit flows to the entity, consequently revenue for the quarter ended June 30, 2018 is presented net of GST. Accordingly, the gross sales figures for the quarter are not comparable with the previous periods presented in the results. Gross sales and net sales (net of excise duty) for these periods are mentioned below:

Particulars	(Rs.in Lakhs)					
	3 months ended 30/09/2018	3 months ended 30/06/2018	Corresponding 3 months ended in the previous year 30/09/2017	Year to date figures for current period ended 30/09/2018	Year to date figures for previous year period ended 30/09/2017	Year ended 31/03/2018
Gross sales/ Revenue from operations	41,384	41,778	31,016	83,162	62,781	125,177
Excise Duty					1,776	1,776
Net sales / Revenue from operations (Net of excise duty)	41,384	41,778	31,016	83,163	61,005	123,401

- 5) During the quarter, the Company has paid final dividend of Re.1/- per equity share to all eligible shareholders as recommended by the Board of Directors at its meeting held on May 21, 2018 and approved by the shareholders at 31st Annual General Meeting held on August 10, 2018.
- 6) There were no exceptional items during the respective periods reported above.
- 7) Previous period's figures have been regrouped / rearranged where necessary to conform to current period's classification.

November 05, 2018
Bengaluru

By the Order of the Board

Sanjay Koul
Chairman & Managing Director
DIN 05159352



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

TO THE BOARD OF DIRECTORS OF TIMKEN INDIA LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **TIMKEN INDIA LIMITED** ("the Company"), for the quarter and six months ended September 30, 2018 ("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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

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 thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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. 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Sathya P Koushik
Partner
(Membership No. 206920)

BENGALURU, November 5, 2018