

HONDA

Honda Siel Power Products Ltd.

Head Office & Works :
Plot No. 5, Sector-41, (Kasna)
Greater Noida Industrial Development Area,
Distt. Gautam Budh Nagar (U.P.) Pin-201310
Tel. : +91-120-259 0100
Fax : +91-120-234 1078-79
Website : www.hondasielpower.com
CIN : L40103DL2004PLC203950
E-mail : ho.mgt@hspp.com

November 06, 2019

Corporate Relationship Department

BSE Limited

Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street, Fort,

Mumbai – 400001

Listing Department

The National Stock Exchange of India Ltd.

5th Floor, Exchange Plaza,
Bandra Kurla Complex, Bandra (E),

Mumbai-400051

Sub : Unaudited Financial Results – as per Regulation 33(3) and 47 of Securities and Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015

Dear Sir,

Pursuant to Regulation 33 read with Regulation 30, Schedule III, Part A(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Regulations), please find enclosed Unaudited Financial Results of the Company for the quarter and half year ended September 30, 2019 which were approved and taken on record by the Board of Directors at its Meeting held on November 06, 2019. The meeting commenced at 4:00 PM and concluded at 4:30 PM.

We are arranging to have these results published in the newspapers pursuant to Regulation 47 of aforementioned Regulations.

We are also enclosing the Limited Review Report for the aforementioned period, issued by the Price Waterhouse Chartered Accountants LLP, Statutory Auditors, and approved by the Board of Directors in its meeting held on November 06, 2019.

The aforementioned Financial Results shall also be available on Company's website at www.hondasielpower.com.

We request the Exchange to take the aforesaid information on record and notify your constituents accordingly.

Thanking you.

Yours truly,
For Honda Siel Power Products Limited,


Sunita Ganjoo
Company Secretary



Encl: as above

Statement of Unaudited Financials Results for the quarter and half year ended September 30, 2019

(INR in lakhs)

	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30 Sep 2019	30 Jun 2019	30 Sep 2018	30 Sep 2019	30 Sep 2018	31 Mar 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from operations	20,982	20,537	18,447	41,519	36,578	81,588
II	Other income	429	453	360	882	948	1,766
III	Total revenue (I+II)	21,411	20,990	18,807	42,401	37,526	83,354
IV	Expenses						
	Cost of materials consumed	13,703	14,237	10,164	27,940	19,556	44,173
	Purchase of stock-in-trade	2,404	1,773	2,277	4,177	3,365	7,116
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4,407)	(4,250)	(1,575)	(8,657)	(1,413)	(1,208)
	Employee benefits expense	2,810	2,758	2,366	5,568	4,661	9,829
	Finance costs	9	7	6	16	9	12
	Depreciation and amortisation expense	557	589	535	1,146	1,069	2,113
	Other expenses	3,412	3,161	2,975	6,573	5,855	12,638
	Total expenses	18,488	18,275	16,748	36,763	33,102	74,673
V	Profit before exceptional items & tax (III-IV)	2,923	2,715	2,059	5,638	4,424	8,681
VI	Exceptional Items (Refer Note 5)						
	Exceptional Income	1,523	-	-	1,523	-	-
	Exceptional Expenses	(1,011)	-	-	(1,011)	(350)	(350)
	Total Exceptional Items	512	-	-	512	(350)	(350)
VII	Profit after exceptional items before tax (V+VI)	3,435	2,715	2,059	6,150	4,074	8,331
VIII	Tax expense						
	Current tax	694	1,006	786	1,700	1,533	3,067
	Deferred tax charge/ (benefit)	51	(56)	(64)	(5)	(106)	(151)
	Total Tax expenses	745	950	722	1,695	1,427	2,916
IX	Profit for the period (VII-VIII)	2,690	1,765	1,337	4,455	2,647	5,415
X	Other comprehensive income						
	Items that will not be reclassified to profit or loss						
	-Remeasurement of post-employment benefit obligations	(19)	(19)	(11)	(38)	(23)	(76)
	-Income tax relating to above item	3	7	4	10	8	27
	Total other comprehensive income, net of tax	(16)	(12)	(7)	(28)	(15)	(49)
XI	Total comprehensive income for the period (IX+X)	2,674	1,753	1,330	4,427	2,632	5,366
XII	Paid-up equity share capital (face value of Rs. 10 per share)	1,014	1,014	1,014	1,014	1,014	1,014
XIII	Earnings per share (of Rs.10 each) (not annualised):						
	Basic earning per share (Rs.)	26.52	17.40	13.19	43.92	26.10	53.39
	Diluted earning per share (Rs.)	26.52	17.40	13.19	43.92	26.10	53.39



Honda Siel Power Products Limited

Regd. Office : 409, DLF Tower B, Jasola Commercial Complex, New Delhi -110025

CIN: L40103DL2004PLC203950

Statement of Assets and Liabilities as at September 30, 2019

(INR in lakhs)

Particulars	As at 30 Sep 19	As at 31 Mar 19
	Unaudited	Audited
ASSETS		
Non-current assets		
Property, Plant and Equipment	9,221	9,258
Capital work-in-progress	93	344
Intangible assets	127	197
Right-of-use assets	144	-
Financial assets		
Loans and advances	88	84
Other financial assets	6	1,108
Deferred tax assets (net)	378	363
Non-current tax assets (net)	3,721	3,920
Other non-current assets	1,307	1,008
Total-Non-Current Assets	15,085	16,282
Current assets		
Inventories	20,124	11,168
Financial assets		
Trade receivables	3,392	6,369
Cash and cash equivalents	2,133	1,796
Other bank balances	457	4,300
Loans and advances	16,083	16,068
Other financial assets	17	371
Other current assets	12,547	9,194
Total-Current Assets	54,753	49,266
TOTAL-ASSETS	69,838	65,548
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,014	1,014
Other equity	53,900	50,696
Total- Equity	54,914	51,710
Liabilities		
Non-current liabilities		
Provisions	55	52
Financial liabilities		
Lease Liability	154	-
Total-Non-Current liabilities	209	52
Current liabilities		
Financial liabilities		
Trade payables		
-Total outstanding dues to micro and small enterprises	309	261
-Total outstanding dues to other than micro and small enterprises	8,883	8,053
Other financial liabilities	2,536	1,708
Contract liabilities	387	1,101
Provisions	1,295	1,088
Other current liabilities	1,305	1,575
Total-Current liabilities	14,715	13,786
TOTAL EQUITY AND LIABILITIES	69,838	65,548



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Unaudited Cash Flow Statement

(INR in lakhs)

Particulars	Half Year Ended	
	30 Sep 2019	30 Sep 2018
A. Cash flow from operating activities		
Profit before exceptional items & tax	5,638	4,424
Adjustments for:		
Depreciation and amortisation expense	1,146	1,069
Net (gain)/loss on disposal of property, plant and equipment and intangible assets	(27)	(13)
Interest income on bank deposits and loan	(737)	(779)
Finance costs	16	9
Net unrealised exchange differences	62	202
Provisions / liabilities written back to the extent no longer required	(105)	(16)
Bad Debts Written Off	-	5
Provision for slow moving inventory	13	74
Operating profit before working capital changes	6,006	4,975
(Increase)/Decrease in trade receivables	2,930	1,958
(Increase)/Decrease in inventories	(8,970)	(1,536)
Increase/(Decrease) in trade payables	982	1,632
(Increase)/Decrease in financial assets	(19)	5
(Increase)/Decrease in other non current assets	(210)	204
(Increase)/Decrease in other current assets	(3,359)	(2,030)
Increase/(Decrease) in provisions	171	(134)
Increase/ (Decrease) in other financial liabilities	1,167	(114)
Increase/ (Decrease) in contract liabilities	(714)	807
Increase/(Decrease) in other current liabilities	(270)	(1,243)
Cash generated from/ (used in) operations	(2,286)	4,524
Income taxes paid including interest (net of refunds and interest received on Income tax refund)	(1,501)	(1,560)
Exceptional Items (Net of expense amounting to Rs. 1011 lakhs)	512	(350)
Net cash inflow/ (outflow) from operating activities - Total (A)	(3,275)	2,614
B. Cash flows from investing activities		
Payments for property, plant and equipment	(1,227)	(670)
Payments for intangibles	(4)	(2)
Proceeds from sale of property, plant and equipment	54	25
Investment in fixed deposits	(3,574)	(17,286)
Proceeds from maturity of fixed deposits	8,524	15,403
Interest received on loans and fixed deposits	1,092	788
Net cash inflow/ (outflow) from investing activities - Total (B)	4,865	(1,742)
C. Cash flows from financing activities		
Dividend paid to company's shareholders	(1,014)	(913)
Dividend distribution tax	(208)	(188)
Interest Cost	(16)	(9)
Net cash inflow/ (outflow) from financing activities - Total (C)	(1,238)	(1,110)
D. Net increase/ (decrease) in cash and cash equivalents (A)+(B)+(C)	352	(238)
Cash and cash equivalents at the beginning of the year	1,796	2,116
Effects of exchange rate changes on cash and cash equivalents	(15)	5
Cash and cash equivalents at the end of the year	2,133	1,883
Cash and cash equivalents as per above comprise of the following		
Cash and cash equivalents	2,133	1,883
Balances as per statement of cash flows	2,133	1,883



Notes to unaudited financial results:

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on November 6, 2019.
2. Effective 1st April, 2019, the Company has adopted Ind AS 116 "Leases" applied to all lease contracts existing on April 1, 2019 using the modified retrospective method along with the transition option to recognise Right-of-Use (ROU) at amount equal to the lease liability. In the Statement of Profit and Loss account, depreciation on right of use and finance cost for interest accrued on lease liability is being accounted for as against operating lease rent included under "Other expenses" earlier. The comparatives for the quarter and half year ended September 30, 2018 and year ended March 31, 2019 have not been retrospectively adjusted. This change did not have a material impact on the financial results for the quarter and half year ended September 30, 2019.
3. The Cash Flow Statement for the half year ended September 30, 2018 is approved by the Board of Directors of the Company but has not been subjected to review by Statutory Auditors.
4. The Company is in the business of "Power Products" which is a single business segment in accordance with Ind AS-108 "Operating Segment" notified pursuant to Companies (Accounting Standards) Rule, 2015.
5. Exceptional items
 - 1) **Expense:**
 - a) 2018-19 Rs. 350 lakhs represent the amount incurred and paid on account of final settlement in respect of disputed matter related to lease hold land of the company situated at Rudrapur.
 - b) 2019-20 - Government of India in Finance (No. 2) Bill, 2019 has introduced Sabka Vishwas (Legacy Dispute Resolution) Scheme, 2019, which provides an option to settle eligible tax disputes. During the current quarter the Company has decided to avail this option to settle eligible tax disputes amounting to Rs. 2,044 lakhs and consequently an amount of Rs. 1,011 lakhs has been provided for this purpose.
 - 2) **Income: 2019-20** - Till 2018-19 the Company was claiming export incentives under Merchandise Exports from India Scheme (MEIS) on export sales made to a few countries. During the current period based on the export pricing strategy, the Company has decided to claim export incentive on exports made to all countries. The additional export benefits related to the period April 1, 2016 to March 31, 2019 amounting to Rs. 1,523 lakhs (2016-17 - Rs. 436 lakhs, 2017-18 - Rs. 525 lakhs & 2018-19 - Rs. 562 lakhs) have been recognized during the current quarter as exceptional income
6. On 20th September 2019, Government of India vide the Taxation Laws (Amendment) Ordinance 2019, inserted Section 115BAA in the Income Tax Act, 1961, which provides domestic companies an option to pay Income Tax at reduced rate effective 1 April 2019, subject to certain conditions. The tax expenses for the quarter and half year ended 30 September, 2019 have been provided for at reduced tax rate. Accordingly, tax expense is lower and profit for the current quarter and six months period ended September 30, 2019 is higher by Rs. 618 lakhs
7. Previous period figures are regrouped and rearranged to conform to the current period presentation.

For and on behalf of the Board of Directors of
Honda Sidel Power Products Limited


Yoshifumi Iida
President, CEO and MD
DIN: 07136925

Place: New Delhi
Date: November 06, 2019



Price Waterhouse Chartered Accountants LLP

To
The Board of Directors
Honda Siel Power Products Limited
409, DLF Tower B, Jasola Commercial Complex, New Delhi - 110025

1. We have reviewed the unaudited financial results of Honda Siel Power Products Limited (the "Company") for the quarter ended September 30, 2019 which are included in the accompanying 'Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2019' and the statement of assets and liabilities as on that date and the statement of cash flows for the half-year ended on that date (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. Attention is drawn to the fact that the statement of cash flows for the corresponding period from April 1, 2018 to September 30, 2018, as reported in the Statement have been approved by the Company's Board of Directors, but have not been subjected to review. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse Chartered Accountant LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Abhishek Rara
Partner
Membership Number 077779

UDIN : 19077779AAAA CA 3178
New Delhi
November 6, 2019

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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP* (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)