

# M M FORGINGS LIMITED

SVK TOWERS, A 24/25, THIRU VI KA INDUSTRIAL ESTATE, GUINDY, CHENNAI- 32  
Phone: 91-44-71601000 E-Mail: corporate@mmforgings.com CIN L51102TN1946PLC001473

Date: 12 November 2018

The Deputy General Manager Corporate Relationship Department. Bombay Stock Exchange Limited, Rotunda Building, P.J.Towers, First Floor, New Trading Wing, Dalal Street, MUMBAI –400 001	National Stock Exchange of India Ltd 'Exchange Plaza', Bandra – Kurla Complex, Bandra ( E), Mumbai – 400 051
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Dear Sirs,

**Ref.: NSE : security code- MMFL –EQ; BSE : Security Code -522241**

**Sub.: Outcome of Board Meeting**

1. In Compliance with Regulation 33 of the SEBI (LODR) Regulations, 2015, we wish to inform you that the Audit Committee and Board of Directors at their respective Meeting held today, 12 November 2018 have *inter alia*:
  - 1.1 Approved the Unaudited Standalone and Consolidated Financial Results for the quarter ended 30 September 2018.
  - 1.2 The copies of the Standalone and Consolidated Financial Results along with Limited Review Reports of the Statutory Auditor thereon are enclosed herewith for your records.
2. The results will be published in the newspapers in terms of Regulation 47(1)(b) of SEBI (LODR) Regulations, 2015 in due course and will also be placed on the website of the Company.
3. Please take note and acknowledge receipt.

Thanking you.

Yours faithfully,  
For M M FORGINGS LIMITED



J.SUMATHI  
COMPANY SECRETARY



**M/S G R N K & CO**  
**CHARTERED ACCOUNTANTS**  
**Phone: 0431 4012931**

**26/5, Ganapathy Colony,**  
**Thiruvanaikoil Post,**  
**Trichy - 620005**

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LIMITED REVIEW REPORT ON QUARTERLY UNAUDITED STANDALONE FINANCIAL RESULTS OF M M FORGINGS LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LODR) REGULATIONS, 2015

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**To**  
**The Board of Directors**  
**M M Forgings Limited**

We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **M M FORGINGS LIMITED** ( 'the company') for the quarter ended 30 September 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. We have not audited the accompanying financial results, which have been presented solely based on the information compiled by the Management and has been approved by the Board of Directors.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 12 November 2018. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "*Review of Interim Financial Information performed by the Independent Auditors 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards ie., Ind AS prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 05 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement

**For G R N K & CO**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 016847S



**G.R. NARESH KUMAR**  
**PROPRIETOR**  
( Membership no. 215577 )

Date : 12 November 2018  
Place: Chennai





CORPORATE OFFICE: SVK TOWERS, 8TH FLOOR,  
A25 INDUSTRIAL ESTATE, GUINDY, CHENNAI - 600 032. INDIA.

**Statement of Standalone unaudited results for the quarter ended 30-09-2018**

Particulars	Standalone					
	Quarter ended			Half year ended		Year ended
	30/09/2018	30/06/2018	30/09/2017	30/09/2018	30/09/2017	31/03/2018
(₹ in lakhs)	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Audited
1. Income from Operations						
Net Sales / Income from Operations	21628.41	19615.96	13430.88	41244.37	25729.91	60091.09
2. Other Income						
(a) Other Operating Income	819.20	441.24	750.33	1260.44	1170.84	1970.63
(b) Other Income	310.44	201.20	293.28	511.64	671.74	1212.07
3. Total income from Operations (net)	22758.05	20258.40	14474.49	43016.45	27572.49	63273.79
4. Expenses						
(a) Cost of Materials consumed	10744.78	10942.46	6860.77	21687.24	12371.99	28556.92
(b) Changes in inventories of finished goods, work-in-progress	(1126.45)	(1832.41)	(1581.67)	(2958.86)	(2099.99)	(2761.29)
(c) Employee benefits expense	2227.51	1885.21	1630.56	4112.72	3118.05	6528.17
(d) Finance Costs	523.54	365.40	292.89	888.94	585.14	1265.02
(e) Depreciation and amortisation expense	1375.00	1375.00	1050.00	2750.00	2100.00	4199.80
(f) Power and Fuel	2107.27	1808.19	1454.96	3915.46	2715.06	5887.64
(g) Other expenses	4153.79	3233.03	2892.83	7386.81	5368.81	11406.17
Total Expenses	<b>20005.44</b>	<b>17776.88</b>	<b>12600.34</b>	<b>37782.31</b>	<b>24159.06</b>	<b>55082.43</b>
5. Profit / (Loss) before exceptional and extraordinary items and tax (3-4)	2752.61	2481.52	1874.15	5234.14	3413.43	8191.36
6. Exceptional Items	0.00	0.00	0.00	0.00	0.00	17.21
7. Profit / (Loss) before extraordinary items and tax (5-6)	<b>2752.61</b>	<b>2481.52</b>	<b>1874.15</b>	<b>5234.14</b>	<b>3413.43</b>	<b>8208.57</b>
8. Extraordinary items	0.00	0.00	0.00	0.00	0.00	0.00
9. Profit / (Loss) before tax (7 + 8)	<b>2752.61</b>	<b>2481.52</b>	<b>1874.15</b>	<b>5234.14</b>	<b>3413.43</b>	<b>8208.57</b>
10. Tax expense	625.00	625.00	486.70	1250.00	816.15	1357.84
11. Net Profit / (Loss) from ordinary activities after	<b>2,127.61</b>	<b>1,856.52</b>	<b>1,387.45</b>	<b>3,984.14</b>	<b>2,597.28</b>	<b>6,850.73</b>
12. Other Comprehensive Income / (Expenditure)	0.00	0.00	0.00	0.00	0.00	0.00
13. Net Profit / (Loss) after Comprehensive	<b>2,127.61</b>	<b>1,856.52</b>	<b>1,387.45</b>	<b>3,984.14</b>	<b>2,597.28</b>	<b>6,850.73</b>
14. Extraordinary items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00
15. Net Profit / (Loss) for the period (13 ± 14)	2127.61	1856.52	1387.45	3984.14	2597.28	6850.73
16. Paid-up equity share capital	2414.08	1207.04	1207.04	2414.08	1207.04	1207.04
(Face Value of the Share shall be indicated)	10.00	10.00	10.00	10.00	10.00	10.00
17. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						35,700.59
18. Earnings Per Share (a) Basic ₹	8.81	15.38	11.49	16.50	21.52	56.76
(b) Diluted ₹	8.81	15.38	11.49	16.50	21.52	56.76

- The financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Nov 12, 2018.
- Figures have been regrouped wherever necessary.
- The Company is engaged in only one segment.
- Earnings Per Share for the second quarter and half year ended 30th Sep 2018 is after considering issue of bonus shares at 1:1

For MM FORGINGS LIMITED

*K.V. S*  
VIDYASHANKAR KRISHNAN  
Vice Chairman and Managing Director



**CERTIFIED TO IATF16949:2016 and ISO 9001:2015 STANDARDS**



CORPORATE OFFICE: SVK TOWERS, 8TH FLOOR,  
A25 INDUSTRIAL ESTATE, GUINDY, CHENNAI - 600 032. INDIA.

Statement of Assets and Liabilities as at	Unaudited 30/09/2018	Audited 31/03/2018
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Fixed Assets	48664.80	39248.80
(b) Goodwill on consolidation		
(b) Non-current investments	452.06	430.22
(c) Deferred tax assets (net)		
(c) Long-term loans and advances	6817.84	5208.71
(d) Other non-current assets	628.28	786.43
<b>Sub-total - Non-current assets</b>	<b>56562.98</b>	<b>45674.16</b>
<b>Current assets</b>		
(a) Current Investments		
(a) Inventories	17552.11	12854.04
(b) Trade receivables	11286.55	5656.83
(c) Cash and cash equivalents	25270.13	16397.88
(d) Short-term loans and advances	3971.44	3003.45
(e) Other current assets	2.33	7.53
<b>Sub-total - Current assets</b>	<b>58082.56</b>	<b>37919.73</b>
<b>TOTAL - ASSETS</b>	<b>114645.54</b>	<b>83593.89</b>
<b>B.EQUITY AND LIABILITIES</b>		
Shareholders Funds		
(a) Share Capital	2414.08	1207.04
(b) Reserves and Surpluses	38477.96	35700.59
<b>Sub-total - Shareholders' funds</b>	<b>40892.04</b>	<b>36907.63</b>
<b>Non-current liabilities</b>		
(a) Long-term borrowings	44780.41	16826.50
(b) Deferred tax liabilities (net)	1592.18	1342.18
(c) Other long-term liabilities	77.39	26.45
<b>Sub-total - Non-current liabilities</b>	<b>46449.98</b>	<b>18195.13</b>
<b>Current liabilities</b>		
(a) Short-term borrowings	18025.26	17258.64
(b) Trade payables	7146.59	6442.93
(c) Other current liabilities	2131.67	4088.13
(d) short-term provisions	0.00	701.43
<b>Sub-total - Current liabilities</b>	<b>27303.52</b>	<b>28491.13</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>114645.54</b>	<b>83593.89</b>
Date : Nov 12, 2018	For and on behalf of the Board	
Place : Chennai	Vidyashankar Krishnan Vice Chairman and Managing Director	

For MM FORGINGS LIMITED

  
VIDYASHANKAR KRISHNAN  
Vice Chairman and Managing Director



CERTIFIED TO IATF16949:2016 and ISO 9001:2015 STANDARDS

**M/S G R N K & CO**  
**CHARTERED ACCOUNTANTS**  
**Phone: 0431 4012931**

**26/5, Ganapathy Colony,**  
**Thiruvanaikoil Post,**  
**Trichy - 620005**

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LIMITED REVIEW REPORT ON UNAUDITED QUARTERY CONSOLIDATED FINANCIAL RESULTS OF M M FORGINGS LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LODR) REGULATIONS, 2015

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**To**  
**The Board of Directors**  
**M M Forgings Limited**

We have reviewed the accompanying statement of Unaudited Consolidated Financial Results of **M M FORGINGS LIMITED** ( 'the company' ) , its subsidiary, DVS Industries Private Limited, for the quarter ended 30 September 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. We have not audited the accompanying consolidated financial results, which have been presented solely based on the information compiled by the Management and has been approved by the Board of Directors.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 12 November 2018. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "*Review of Interim Financial Information performed by the Independent Auditors 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards ie., Ind AS prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 05 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement

Date : 12 November 2018  
Place: Chennai

**For G R N K & CO**  
**CHARTERED ACCOUNTANTS**  
Firm Registration No. 016847S

  
**G.R. NARESH KUMAR**  
**PROPRIETOR**  
( Membership no. 215577 )





CORPORATE OFFICE: SVK TOWERS, 8TH FLOOR,  
A25 INDUSTRIAL ESTATE, GUINDY, CHENNAI - 600 032. INDIA.

Statement of Consolidated unaudited results for the quarter ended 30-09-2018				
Particulars	Quarter ended		Half Year	Year ended
	30/09/2018	30/06/2018	30/09/2018	31/03/2018
	(₹ in lakhs)		Unaudited	Audited
1. Income from Operations				
Net Sales / Income from Operations	22278.83	20300.67	42579.50	61895.20
2. Other Income				
(a) Other Operating Income	819.20	441.24	1260.44	1970.63
(b) Other Income	310.61	201.20	511.81	1214.45
3. Total income from Operations (net)	23408.64	20943.11	44351.75	65080.28
4. Expenses				
(a) Cost of Materials consumed	11003.61	11068.64	22072.25	28725.35
(b) Changes in inventories of finished goods, work-in-progress	(1290.75)	(1840.18)	(3130.93)	(2634.96)
(c) Employee benefits expense	2314.18	1945.89	4260.07	6682.27
(d) Finance Costs	656.41	485.25	1141.66	1349.25
(e) Depreciation and amortisation expense	1455.00	1455.00	2910.00	4643.98
(f) Power and Fuel	2164.56	1855.89	4020.45	6032.06
(g) Other expenses	4403.32	3472.34	7875.66	12062.68
Total Expenses	20706.33	18442.83	39149.16	56860.63
5. Profit / (Loss) before exceptional and extraordinary items and tax (3-4)	2702.31	2500.28	5202.59	8219.65
6. Exceptional Items	0.00	0.00	0.00	17.21
7. Profit / (Loss) before extraordinary items and tax (5-6)	2702.31	2500.28	5202.59	8236.86
8. Extraordinary items	0.00	0.00	0.00	0.00
9. Profit / (Loss) before tax (7 + 8)	2702.31	2500.28	5202.59	8236.86
10. Tax expense	625.00	625.00	1250.00	1357.84
11. Net Profit / (Loss) from ordinary activities after tax (9+10)	2,077.31	1,875.28	3,952.59	6,879.02
12. Other Comprehensive Income / (Expenditure)	0.00	0.00	0.00	0.00
13. Net Profit / (Loss) after Comprehensive Income / (Expenditure)	2,077.31	1,875.28	3,952.59	6,879.02
14. Extraordinary items (net of tax expense)	0.00	0.00	0.00	819.41
15. Net Profit / (Loss) for the period (13 + 14)	2077.31	1875.28	3952.59	6059.61
16. Paid-up equity share capital	2414.08	1207.04	2414.08	1207.04
(Face Value of the Share shall be indicated)	10.00	10.00	10.00	10.00
17. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				35053.05
18. Earnings Per Share (a) Basic ₹	8.60	15.54	16.37	50.20
(b) Diluted ₹	8.60	15.54	16.37	50.20

- The financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Nov 12, 2018.
- Figures have been regrouped wherever necessary.
- The Company is engaged in only one segment.
- The figures as above are not strictly comparable as the subsidiary company (DVS Industries Pvt Ltd) was acquired during the last quarter of the previous year only and hence the figures of the earlier year does not include the performance for the said subsidiary Company
- Earnings Per Share for the second quarter and half year ended 30th Sep 2018 is after considering issue of bonus shares at 1:1

For MM FORGINGS LIMITED

*K. V. J. S.*  
VIDYASHANKAR KRISHNAN  
Vice Chairman and Managing Director





CORPORATE OFFICE: SVK TOWERS, 8TH FLOOR,  
A25 INDUSTRIAL ESTATE, GUINDY, CHENNAI - 600 032. INDIA.

Statement of Assets and Liabilities as at	Unaudited 30/09/2018	Audited 31/03/2018
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Fixed Assets	52817.20	43321.71
(b) Goodwill on consolidation		
(b) Non-current investments	292.76	270.92
(c) Deferred tax assets (net)		
(c) Long-term loans and advances	1112.53	661.18
(d) Other non-current assets	629.75	786.43
<b>Sub-total - Non-current assets</b>	<b>54852.24</b>	<b>45040.24</b>
<b>Current assets</b>		
(a) Current Investments		
(a) Inventories	17932.34	13020.40
(b) Trade receivables	11924.59	6256.62
(c) Cash and cash equivalents	25391.12	16429.49
(d) Short-term loans and advances	4455.68	3004.70
(e) Other current assets	2.33	7.53
<b>Sub-total - Current assets</b>	<b>59706.06</b>	<b>38718.74</b>
<b>TOTAL - ASSETS</b>	<b>114558.30</b>	<b>83758.98</b>
<b>B.EQUITY AND LIABILITIES</b>		
Shareholders Funds		
(a) Share Capital	2414.08	1207.04
(b) Reserves and Surpluses	37798.89	35053.05
<b>Sub-total - Shareholders' funds</b>	<b>40212.97</b>	<b>36260.09</b>
<b>Non-current liabilities</b>		
(a) Long-term borrowings	44780.41	16864.10
(b) Deferred tax liabilities (net)	1592.18	1342.18
(c) Other long-term liabilities	77.39	28.08
<b>Sub-total - Non-current liabilities</b>	<b>46449.98</b>	<b>18234.36</b>
<b>Current liabilities</b>		
(a) Short-term borrowings	18025.26	17589.73
(b) Trade payables	7738.42	6885.24
(c) Other current liabilities	2131.67	4088.13
(d) short-term provisions	0.00	701.43
<b>Sub-total - Current liabilities</b>	<b>27895.35</b>	<b>29264.53</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>114558.30</b>	<b>83758.98</b>
Date : Nov 12, 2018	For and on behalf of the Board	
Place : Chennai	Vidyashankar Krishnan Vice Chairman and Managing Director	

For MM FORGINGS LIMITED

*K.V. Krishnan*  
VIDYASHANKAR KRISHNAN  
Vice Chairman and Managing Director



CERTIFIED TO IATF16949:2016 and ISO 9001:2015 STANDARDS