



Sundram Fasteners Limited

REGISTERED & CORPORATE OFFICE
98-A, VII FLOOR
DR. RADHAKRISHNAN SALAI,
MYLAPORE, CHENNAI - 600 004, INDIA
TELEPHONE : +91 - 44 - 28478500
PAN : AAACS8779D
CIN : L35999TN1962PLC004943
WEBSITE : www.sundram.com

Email: investorshelpdesk@sfl.co.in

August 12, 2020

National Stock Exchange of India Limited (NSE)

Scrip Code - SUNDRMFAST
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra Kurla Complex, Bandra (East)
Mumbai – 400 051

By NEAPS

BSE Limited (BSE)

Scrip Code - 500403
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai – 400 001

By Listing Centre

Dear Sir / Madam,

Unaudited Financial Results for the quarter ended June 30, 2020

Further to our letter dated August 3, 2020 under Regulation 29 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR Regulations), we wish to inform you that the un-audited financial results for the quarter ended June 30, 2020 were approved by the Board of Directors of the Company at their meeting held today (**Wednesday, August 12, 2020**).

Pursuant to Regulations 30 and 33 of the LODR Regulations, we submit the following:-

1. Un-audited financial results (Standalone and Consolidated), duly signed by our Chairman, including the newspaper publishing format, for the quarter ended June 30, 2020.
2. Limited Review Report, placed before the Board on un-audited financial results (Standalone and Consolidated) issued by B S R & Co. LLP, Chartered Accountants, Chennai, Statutory Auditors.
3. Press Release on the un-audited financial results (Standalone and Consolidated).

The Board Meeting commenced at 09.00 a.m. and concluded at 12.55 p.m.

Thanking you,

Yours truly,
For SUNDRAM FASTENERS LIMITED

R Dilip Kumar
Vice President – Finance & Company Secretary

Sundram Fasteners Limited

CIN : L35999TN1962PLC004943

Registered & Corporate Office : 98-A, VII Floor,

Dr Radhakrishnan Salai, Mylapore, Chennai - 600 004.

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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020
Rs. in Crores

Particulars	Quarter ended			Year ended
	30-06-2020	31-03-2020 [#]	30-06-2019	31-03-2020
	Unaudited	Audited	Unaudited	Audited
1 Income				
Revenue from operations				
(A) Revenue	267.88	701.56	905.58	3,018.50
(B) Other operating revenue (including income from export incentives)	8.85	18.04	39.77	106.07
Total revenue from operations (A) + (B)	276.73	719.60	945.35	3,124.57
Other income	7.64	3.57	1.09	20.44
Total income	284.37	723.17	946.44	3,145.01
2 Expenses				
Cost of materials consumed	83.15	296.44	403.37	1,244.79
Changes in inventories of finished goods and work-in-progress	35.15	0.27	(23.87)	49.88
Employee benefits expense	58.20	61.80	88.10	302.47
Finance costs	7.91	11.06	9.60	43.86
Depreciation and amortization expense	36.48	35.75	32.70	136.51
Other expenses	94.88	243.33	301.99	979.80
Total expenses	315.77	648.65	811.89	2,757.31
3 Profit / (loss) before exceptional items and tax (1-2)	(31.40)	74.52	134.55	387.70
4 Exceptional item (refer note 7)	-	11.30	-	11.30
5 Profit / (loss) before tax (3-4)	(31.40)	63.22	134.55	376.40
6 Tax expense				
a) Current tax	(6.05)	21.56	32.71	93.96
b) Deferred tax	(1.87)	(5.14)	8.73	(31.60)
Total tax expense	(7.92)	16.42	41.44	62.36
7 Profit / (loss) for the year (5-6)	(23.48)	46.80	93.11	314.04
8 Other comprehensive income				
Items that will not be reclassified to profit or loss				
(i) Re-measurement (losses) / gains on defined benefit plans	(0.75)	3.02	0.02	(1.23)
(ii) Fair value gains / (losses) on equity instruments	1.01	(19.24)	1.69	(28.04)
(iii) Income tax effect on above	0.19	3.49	(0.05)	5.87
Total other comprehensive income / (loss)	0.45	(12.73)	1.66	(23.40)
9 Total comprehensive income / (loss) for the period (7+8)	(23.03)	34.07	94.77	290.64
10 Paid-up equity share capital (face value of Re 1/- each fully paid up)	21.01	21.01	21.01	21.01
11 Earnings per share (EPS) (face value of Re 1/- each)				
(i) Basic (in Rs.) (not Annualised)	(1.12)	2.23	4.43	14.95*
(ii) Diluted (in Rs.) (not Annualised)	(1.12)	2.23	4.43	14.95*

refer note 3

* Annualised

Sundram Fasteners Limited

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Notes:

- 1 The above standalone financial results were reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors in their respective meetings held on August 12, 2020. The Statutory Auditors have carried out a limited review for the quarter ended June 30, 2020 and have issued an unmodified report thereon.
- 2 The standalone financial results of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and SEBI Circular dated July 5, 2016.
- 3 The figures for the quarter ended March 31, 2020 is the balancing figures between audited figures in respect of the full financial year and the published unaudited year to date figures upto to the end of the third quarter of the relevant financial year, which were subjected to limited review.
- 4 The Company is engaged in manufacture and sale of bolts and nuts, water and oil pumps, sintered products, cold extruded components, hot and warm forged parts, radiator caps and other parts which largely have applications primarily in automobile industry and thus the Company has only one reportable segment.
- 5 **Standalone revenue from operations for the quarter ended June 30, 2020 includes exports of Rs. 135.02 crores (corresponding previous period - Rs. 348.28 crores). Other income for the quarter ended June 30, 2020 includes net foreign exchange gain of Rs. 5.51 crores (corresponding previous period - Rs. Nil).**
- 6 Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 issued on September 20, 2019, which is effective from April 1, 2019, domestic companies have the option to apply a lower income tax rate with effect from April 1, 2019 subject to certain conditions specified therein. The Company had exercised the above option during the year ended March 31, 2020 and had recognized provision for income tax and re-measured its deferred tax liability for the year ended March 31,2020 based on the lower income tax rate.
- 7 Exceptional item amounting to Rs. 11.30 crores in standalone financial results for the quarter and year ended March 31, 2020 represents provision recorded for impairment in respect of investments in certain overseas subsidiary, triggered by the changes in the business environment including the impact of the global COVID 19 pandemic.
- 8 In March 2020, the World Health Organisation declared COVID-19 to be a pandemic. The Company has adopted measures to curb the spread of infection in order to protect the health of its employees and ensure business continuity with minimal disruption. In view of the pandemic, the Company has considered internal and external information and has performed an analysis based on current estimates while assessing the recoverability of assets including, trade receivables, inventories and other current / non-current assets (net of provisions established) for any possible impact on the standalone financial results. The Company has also assessed the impact of this whole situation on its capital and financial resources, profitability, liquidity position, internal financial controls etc., and is of the view that based on its present assessment, the necessary impact has been given in the preparation of these standalone financial results. The Company will continue to closely monitor any material changes to future economic conditions.

Chennai
August 12, 2020

For Sundram Fasteners Limited

SURESH
KRISHNA

Chairman

B S R & Co. LLP

Chartered Accountants

KRM Tower, 1st & 2nd Floor,
No.1, Harrington Road, Chetpet,
Chennai - 600 031, India.

Telephone : +91 44 4608 3100
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Limited review report on unaudited quarterly standalone financial results of Sundram Fasteners Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of Sundram Fasteners Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Sundram Fasteners Limited for the quarter ended June 30, 2020 (“the Statement”).
2. 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 Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘Listing Regulations’). Our responsibility is to issue a report 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. 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.
4. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Limited review report on unaudited quarterly standalone financial results of Sundram Fasteners Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **B S R & Co. LLP**

Chartered Accountants

Firm's Registration Number: 101248W/W-100022

S SETHURAMAN

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SETHURAMAN
Date: 2020.08.12 12:34:45 +05'30'

S Sethuraman

Partner

Membership No. 203491

ICAI UDIN: 20203491AAAACQ8844

Place: Chennai

Date: August 12, 2020

Sundram Fasteners Limited

CIN : L35999TN1962PLC004943

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STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

Rs. in Crores

Particulars	Quarter ended			Year ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	Unaudited	Audited @	Unaudited#	Audited#
1 Income				
Revenue from operations				
(A) Revenue	362.76	808.47	1,136.28	3,605.21
(B) Other operating revenue (including income from export incentives)	10.41	22.44	44.36	118.02
Total revenue from operations (A) + (B)	373.17	830.91	1,180.64	3,723.23
Other income	8.63	5.17	4.60	28.09
Total income	381.80	836.08	1,185.24	3,751.32
2 Expenses				
Cost of materials consumed	117.59	342.74	490.60	1,468.53
Changes in inventories of finished goods and work-in-progress	37.80	(3.82)	(15.84)	57.03
Employee benefits expense	84.25	91.62	136.44	434.91
Finance costs	11.42	13.94	14.16	57.90
Depreciation and amortization expense	44.30	43.85	43.62	169.92
Other expenses	118.39	277.53	377.01	1,169.86
Total expenses	413.75	765.86	1,045.99	3,358.15
3 Profit / (loss) before tax (1-2)	(31.95)	70.22	139.25	393.17
4 Tax expense				
a) Current tax	(3.85)	21.51	34.95	98.45
b) Deferred tax	(2.67)	(4.67)	7.41	(31.81)
Total tax expense	(6.52)	16.83	42.36	66.64
5 Profit / (loss) for the year (3-4)	(25.43)	53.39	96.89	326.53
6 Other comprehensive income				
Items that will not be reclassified to profit or loss				
(i) Re-measurement (losses) / gains on defined benefit plans	(0.75)	2.56	0.02	(1.69)
(ii) Fair value gains / (losses) on equity instruments	1.11	(19.47)	1.68	(28.31)
(iii) Income tax effect on above	0.19	3.61	(0.05)	5.99
Items that will be reclassified to profit or loss				
(i) Exchange differences on translation of foreign operations	2.73	4.22	(1.47)	7.34
(ii) Income tax effect on above	-	-	-	-
Total other comprehensive income	3.28	(9.08)	0.18	(16.67)
7 Total comprehensive income / (loss) for the period (5+6)	(22.15)	44.31	97.07	309.86
8 Net (loss) / profit attributable to				
a) Owners of the Company	(26.70)	54.57	95.52	324.89
b) Non controlling interest	1.27	(1.18)	1.37	1.64
9 Total comprehensive income / (loss) attributable to				
a) Owners of the Company	(23.42)	45.47	95.70	308.19
b) Non controlling interest	1.27	(1.16)	1.37	1.67
10 Paid-up equity share capital (face value of Re 1 /- each fully paid up)	21.01	21.01	21.01	21.01
11 Earnings per share (EPS) (face value of Re 1 /- each)				
(i) Basic (in Rs.) (not Annualised)	(1.27)	2.60	4.55	15.46*
(ii) Diluted (in Rs.) (not Annualised)	(1.27)	2.60	4.55	15.46*

@ refer note 3

refer note 8

* Annualised

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly consolidated financial results of Sundram Fasteners Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of Sundram Fasteners Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Sundram Fasteners Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”), and its share of the net loss after tax and total comprehensive loss for the quarter ended June 30, 2020 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘Listing Regulations’).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’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 the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
 - a. TVS Upasana Limited, India;
 - b. TVS Next Limited, India (formerly known as TVS Infotech Limited);
 - c. TVS Next Inc., USA (formerly known as TVS Infotech Inc);
 - d. Sundram Fasteners Investments Limited, India;
 - e. Sundram Non- Conventional Energy Systems Limited, India;
 - f. Sunfast TVS Limited, India;
 - g. TVS Engineering Limited, India;
 - h. Sundram International Limited, UK;
 - i. Cramlington Precision Forge Limited, UK;
 - j. Sundram Fasteners (Zhejiang) Limited, Republic of China;
 - k. Sundram International Inc., USA.
5. Attention is drawn to the fact that the figures for the 3 months ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

Limited review report on unaudited quarterly consolidated financial results of Sundram Fasteners Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We did not review the interim financial information of two subsidiaries included in the Statement, whose interim financial information reflect total revenues of Rs 71.06 crores, total net loss after tax of Rs 1.42 crores and total comprehensive loss of Rs 0.13 crores for the quarter ended June 30, 2020 as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matters.
8. The Statement includes the interim financial information of eight subsidiaries which have not been reviewed, whose interim financial information reflect total revenue of Rs.15.65 crores, total net profit after tax of Rs.3.17 crores and total comprehensive income of Rs. 4.71 crores for the quarter ended June 30, 2020, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the management, these interim financial information are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

for B S R & Co. LLP

Chartered Accountants

Firm's Registration Number: 101248W/W-100022

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S Sethuraman

Partner

Membership No. 203491

ICAI UDIN: 20203491AAAACP8248

Place: Chennai

Date: August 12, 2020

STATEMENT OF UNAUDITED (STANDALONE & CONSOLIDATED) FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in crores)

Sl. No.	Particulars	Standalone			Consolidated		
		Quarter ended		Year ended	Quarter ended		Year ended
		30-06-2020	30-06-2019	31-03-2020	30-06-2020	30-06-2019	31-03-2020
		(Unaudited)		(Audited)	(Unaudited)		(Audited)
1	Total Revenue from Operations	276.73	945.35	3,124.57	373.17	1,180.64	3,723.23
2	Net Profit / (loss) for the period (before tax and exceptional items)	(31.40)	134.55	387.70	(31.95)	139.25	393.17
3	Net Profit / (loss) for the period (before tax after exceptional items)	(31.40)	134.55	376.40	(31.95)	139.25	393.17
4	Net Profit / (loss) for the period (after tax)	(23.48)	93.11	314.04	(25.43)	96.89	326.53
5	Total Comprehensive Income for the period [Comprising Profit / (loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(23.03)	94.77	290.64	(22.15)	97.07	309.86
6	Equity Share Capital (Face Value of Re 1 each fully paid up)	21.01	21.01	21.01	21.01	21.01	21.01
7	Earnings Per Share (EPS) (for continuing and discontinued operations) (Face value of Re 1/- each) (not annualised) (in Rs.)						
	(a) Basic	(1.12)	4.43	14.95*	(1.27)	4.55	15.46*
	(b) Diluted	(1.12)	4.43	14.95*	(1.27)	4.55	15.46*

* Annualised

Note:

- The above is an extract of the detailed format of the standalone and consolidated financial results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Financial Results are available on the Stock Exchange websites, www.bseindia.com and www.nseindia.com and on the Company's website www.sundram.com.
- The Statutory Auditors have carried out a limited review for the quarter ended June 30, 2020 and have issued an unmodified report thereon.

Place : Chennai
Date : August 12, 2020

For Sundram Fasteners Limited

SURESH KRISHNA
Chairman



Sundram Fasteners Limited

REGISTERED & CORPORATE OFFICE
98-A, VII FLOOR, DR. RADHAKRISHNAN SALAI, MYLAPORE, CHENNAI - 600 004, INDIA

PRESS RELEASE

In view of the unprecedented challenges brought upon by the Coronavirus pandemic and pursuant to the directives issued by the Central and State Governments, Sundram Fasteners Limited had gradually resumed its operations across all the plant locations in the month of May 2020. During the reporting quarter, the Company witnessed truncated operations during May and June 2020.

Standalone financials

The revenue from operations of Sundram Fasteners Limited was lower at Rs.276.73 Crores for the Quarter ended June 30, 2020 as against Rs.945.35 Crores during the same period in the previous year. Of the total revenue from operations, the export sales for the Quarter ended June 30, 2020 were at Rs.135.02 crores as against Rs.348.28 crores during the same period in the previous year.

The Company recorded positive earnings before depreciation and taxes (EBDT) despite challenging market conditions due to stringent cost control measures.

The EBDT for the Quarter ended June 30, 2020 was at Rs. 5.08 Crores as against Rs. 167.25 Crores during the same period in the previous year.

The net loss of the Company (standalone) for the Quarter ended June 30, 2020 was at Rs. 23.48 Crores as against net profit of Rs. 93.11 Crores during the same period in the previous year.

Consolidated financials

The company's consolidated revenue from operations posted for the Quarter ended June 30, 2020 was at Rs 373.17 crores as against Rs.1,180.64 Crores during the same period in the previous year.

The EBDT for the Quarter ended June 30, 2020 was at Rs. 12.35 Crores as against Rs. 182.87 Crores during the same period in the previous year.

The consolidated net loss for the Quarter ended June 30, 2020 was at Rs 25.43 crores as against net profit of Rs. 96.89 Crores during the same period in the previous year.



Coronavirus pandemic - Brief highlights of the initiatives undertaken by the Company during the quarter to support the Society

The Company had contributed a sum of Rs 3 Crores to the Tamil Nadu Chief Minister's Public Relief Fund to support the nation's fight against the Coronavirus pandemic.

The Company has always supported the need of the nation in challenging situations and will continue to work with Governments, non-profit organizations and healthcare institutions in their fight to combat Coronavirus.

The Company has donated critical medical care equipments such as Ventilators & Analyzers to hospitals / healthcare facilities in Chennai. The Company has supported the District Disaster Management Authority and is working with multiple NGOs that provide food items such as rice, grains, water, other necessary provisions and hygiene kits like face masks, surgical gloves, disinfectant and sanitizers to provide relief to the vulnerable and most needy sections of the society.
