



January 27, 2016

The Manager,  
Listing Department,  
National Stock Exchange of India Ltd,  
Exchange Plaza, 5th Floor,  
Plot No. C/1, G Block,  
Bandra-Kurla Complex,  
Mumbai-400 051.

BSE Ltd,  
1st Floor,  
New Trading Ring, Rotunda Building,  
P J Towers, Dalal Street,  
Fort,  
Mumbai- 400 001.

Dear Sir,

Sub: Un-audited Financial Results for the Quarter Ended 31<sup>st</sup> December, 2015  
Under Regulation 33 of SEBI (Listing Obligations and Disclosure  
Requirements), Regulations, 2015

We enclose herewith a copy of our Un-audited Financial Results for the Quarter ended 31<sup>st</sup> December, 2015 approved at the Board of Director's Meeting held today [27.01.2016] along with 'Limited Review Report' from Statutory Auditors thereon.

This is for your information and records.

Thanking you,

Yours faithfully,  
For **SHANTHI GEARS LIMITED**

**C. Subramaniam**  
**Company Secretary**

Encl: As above

Shanthy Gears Limited  
Unaudited Financial Results for the Quarter and Nine months ended 31st December, 2015

Financial Information

(₹. in Crores)

SI No	PARTICULARS	Quarter ended			Nine months ended		Year ended
		31.12.2015 (Unaudited)	30.09.2015 (Unaudited)	31.12.2014 (Unaudited)	31.12.2015 (Unaudited)	31.12.2014 (Unaudited)	31.03.2015 (Audited)
1	<b>Income from Operations</b>						
	(a) Net Sales / Income from Operations (Net of Excise Duty)	42.69	42.05	42.46	121.90	113.44	152.00
	(b) Other Operating Income	0.50	0.37	0.52	1.43	2.53	3.19
	<b>Total Income from operations (Net) (a+b)</b>	<b>43.19</b>	<b>42.42</b>	<b>42.98</b>	<b>123.33</b>	<b>115.97</b>	<b>155.19</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	16.72	12.44	18.08	46.51	49.90	69.24
	(b) Changes in Inventories of finished goods, work-in-progress	0.32	0.36	1.62	(2.36)	(2.12)	(4.86)
	(c) Employee benefits expense	9.11	9.55	9.10	27.41	26.58	36.52
	(d) Depreciation and amortisation expense	4.19	4.15	4.22	12.52	12.64	16.75
	(e) Other Expenses	9.00	10.00	7.81	28.82	26.98	36.05
	<b>Total Expenses</b>	<b>39.34</b>	<b>36.50</b>	<b>40.83</b>	<b>112.90</b>	<b>113.98</b>	<b>153.70</b>
3	<b>Profit / (Loss) from Operations before Other Income, Finance cost &amp; Exceptional Items (1-2)</b>	<b>3.85</b>	<b>5.92</b>	<b>2.15</b>	<b>10.43</b>	<b>1.99</b>	<b>1.49</b>
4	Other Income	2.41	2.08	2.95	6.75	7.79	11.65
5	<b>Profit / (Loss) from ordinary activities before Finance cost &amp; Exceptional Items (3+4)</b>	<b>6.26</b>	<b>8.00</b>	<b>5.10</b>	<b>17.18</b>	<b>9.78</b>	<b>13.14</b>
6	Finance Costs	-	-	0.01	-	0.03	0.03
7	<b>Profit / (Loss) from ordinary activities after Finance cost but before Exceptional Items (5-6)</b>	<b>6.26</b>	<b>8.00</b>	<b>5.09</b>	<b>17.18</b>	<b>9.75</b>	<b>13.11</b>
8	Exceptional Items	-	-	-	-	-	-
9	<b>Profit / (Loss) from Ordinary Activities before Tax (7+8)</b>	<b>6.26</b>	<b>8.00</b>	<b>5.09</b>	<b>17.18</b>	<b>9.75</b>	<b>13.11</b>
10	Tax Expense	1.11	2.13	1.33	4.27	1.86	3.79
11	<b>Net Profit / (Loss) from Ordinary Activities after tax (9-10)</b>	<b>5.15</b>	<b>5.87</b>	<b>3.76</b>	<b>12.91</b>	<b>7.89</b>	<b>9.32</b>
12	Extraordinary Items (net of tax expense)	-	-	-	-	-	-
13	<b>Net Profit / (Loss) for the period after taxes (11-12)</b>	<b>5.15</b>	<b>5.87</b>	<b>3.76</b>	<b>12.91</b>	<b>7.89</b>	<b>9.32</b>
14	Paid-up Equity Share Capital (Face Value of Re.1 each)	8.17	8.17	8.17	8.17	8.17	8.17
15	Reserves Excluding Revaluation Reserves	-	-	-	-	-	262.57
16	Earnings Per Share (EPS) - Rs.(not annualised)						
	i) Basic and Diluted EPS before Extra ordinary items for the period	0.63	0.72	0.46	1.58	0.97	1.14
	ii) Basic and Diluted EPS after Extra ordinary items for the period	0.63	0.72	0.46	1.58	0.97	1.14

Notes

- The above Financial Results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at the meeting held on 27th January, 2016.
- The Board of Directors has declared an interim dividend of ₹ 0.50 per Equity share of ₹1 each for the financial year 2015-16.
- The Statutory Auditors of the Company have carried out a Limited Review of the above Unaudited Standalone Financial Results for the quarter and nine months ended 31st December 2015.
- The Company's main business is manufacture of Gears and Gear Products. There are no separate reportable segments as per Accounting Standard 17 (AS17).
- Tax Expense for the current quarter is lower on account of reversal of excess provision made for the prior period.
- The above financial results are also available on our website [www.shanthigears.com](http://www.shanthigears.com)
- Previous period figures have been regrouped / reclassified, wherever necessary.

For Shanthy Gears Limited

*M M Murugappan*

M M Murugappan  
Chairman

Place : Coimbatore

Date : 27th January, 2016



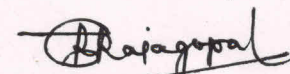
**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
SHANTHI GEARS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Shanthi Gears Limited** ("the Company") for the Quarter and Nine Months ended 31<sup>st</sup> December 2015 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 Accounting Standard for Interim Financial Reporting (AS 25), 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, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DELOITTE HASKINS & SELLS  
Chartered Accountants  
(Firm's Registration No. 008072S)



  
CR Rajagopal

Partner

(Membership No. 23418)

Coimbatore, January 27<sup>th</sup>, 2016