



April 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: Audited Financial Results for the Quarter Ended 31st March, 2016 Under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015

We enclose herewith a copy of our audited Financial Results for the Quarter ended and Year ended 31st March, 2016 approved at the Board of Director's at their Meeting held today [27.04.2016] along with Audit Report from Statutory Auditors thereon.

Kindly acknowledge the same.

Thanking you,

Yours faithfully,
For **SHANTHI GEARS LIMITED**


C. Subramaniam
Company Secretary

Encl: As above

Shanthi Gears Limited

CIN: L29130TZ1972PLC000649

Regd. Office: 304-A, Trichy Road, Singanailur, Coimbatore-641005. Tel: +91-422-4545745 Fax: +91-422-4545700

Email: cs@shanthigears.murugappa.com, Website:www.shanthigears.com

Statement of Audited Financial Results for the Quarter and Year Ended 31 March 2016

Financial Information

(₹. in Crores)

SI No	PARTICULARS	Quarter ended			Year ended	
		31.03.2016 (Audited)	31.12.2015 (Unaudited)	31.03.2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)
1	Income from Operations					
	(a) Net Sales / Income from Operations (Net of Excise Duty)	40.52	42.69	38.56	162.42	152.00
	(b) Other Operating Income	1.13	0.50	0.66	2.56	3.19
	Total Income from operations (Net) (a+b)	41.65	43.19	39.22	164.98	155.19
2	Expenses					
	(a) Cost of materials consumed	16.02	16.72	19.34	62.53	69.24
	(b) Changes in Inventories of finished goods, work-in-progress	0.28	0.32	(2.74)	(2.08)	(4.86)
	(c) Employee benefits expense	8.09	9.11	9.94	35.50	36.52
	(d) Depreciation and amortisation expense	4.19	4.19	4.11	16.71	16.75
	(e) Other Expenses	8.68	9.00	9.07	37.50	36.05
	Total Expenses	37.26	39.34	39.72	150.16	153.70
3	Profit / (Loss) from Operations before Other Income, Finance costs & Exceptional Items (1-2)	4.39	3.85	(0.50)	14.82	1.49
4	Other Income	1.89	2.41	3.86	8.64	11.65
5	Profit from ordinary activities before Finance costs & Exceptional Items (3+4)	6.28	6.26	3.36	23.46	13.14
6	Finance Costs	-	-	-	-	0.03
7	Profit from ordinary activities after Finance costs but before Exceptional Items (5-6)	6.28	6.26	3.36	23.46	13.11
8	Exceptional Items	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	6.28	6.26	3.36	23.46	13.11
10	Tax Expense	0.95	1.11	1.93	5.22	3.79
11	Net Profit from Ordinary Activities after tax (9-10)	5.33	5.15	1.43	18.24	9.32
12	Extraordinary Items (net of tax expense)	-	-	-	-	-
13	Net Profit for the Quarters / Year (11-12)	5.33	5.15	1.43	18.24	9.32
14	Paid-up Equity Share Capital (Face Value of Re.1 each)	8.17	8.17	8.17	8.17	8.17
15	Reserves Excluding Revaluation Reserves	-	-	-	275.89	262.57
16	Earnings Per Share of Face value of ₹ 1 each (Not annualised for the quarters)					
	i) Basic and Diluted EPS before Extra ordinary items for the quarters / year	0.65	0.63	0.18	2.23	1.14
	ii) Basic and Diluted EPS after Extra ordinary items for the quarters / year	0.65	0.63	0.18	2.23	1.14

See accompanying notes to the Financial Results

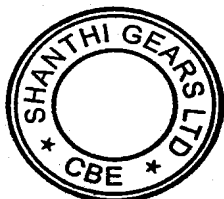
Notes

- 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 April, 2016.
- An Interim Dividend of Rs.0.50 per share of Re.1 was declared at the meeting of the Board of Directors held on 27th January 2016. The same has been treated as final dividend.
- 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 in earlier years.
- The above financial results are also available on our website www.shanthigears.com
- The figures of the last quarter are balancing figures between the audited figures in respect of the full financial years and the published year-to-date figures upto the third quarter of the respective financial years.
- Previous period figures have been regrouped / reclassified, wherever necessary.

For Shanthi Gears Limited

M M Murugappa
M M Murugappan
Chairman

Place : Coimbatore
Date : 27 April 2016



Shanthy Gears Limited
Statement of Assets and Liabilities

₹ Crores

Particulars	As at	As at
	31.03.2016 (Audited)	31.03.2015 (Audited)
EQUITY AND LIABILITIES		
Shareholders' funds		
(a) Share capital	8.17	8.17
(b) Reserves and surplus	275.89	262.57
	284.06	270.74
Non-current liabilities		
(a) Deferred tax liabilities (net)	-	0.86
(b) Other long-term liabilities	0.05	0.09
(c) Long-term provisions	0.10	0.10
	0.15	1.05
Current liabilities		
(a) Trade payables	21.41	23.55
(b) Other current liabilities	11.90	10.81
(c) Short-term provisions	0.44	0.14
	33.75	34.50
Total	317.96	306.29
ASSETS		
Non-current assets		
(a) Fixed assets	73.58	85.26
(b) Non-Current Investments	6.00	-
(c) Deferred tax assets (net)	1.83	-
(d) Long-term loans and advances	13.31	5.83
	94.72	91.09
Current assets		
(a) Current investments	49.00	15.54
(b) Inventories	66.71	65.45
(c) Trade receivables	39.02	37.03
(d) Cash and Cash Equivalents	58.01	89.09
(e) Short-term loans and advances	6.16	3.12
(f) Other current assets	4.34	4.97
	223.24	215.20
Total	317.96	306.29

For Shanthy Gears Limited

M M Murugappan

M M Murugappan
Chairman

Place : Coimbatore
Date : 27 April 2016



**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
SHANTHI GEARS LIMITED**

1. We have audited the accompanying Statement of Audited Financial Results of **SHANTHI GEARS LIMITED** ("the Company") for the year ended 31.03.2016 ("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 on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Deloitte Haskins & Sells

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended 31.03.2016.

The Statement includes the results for the Quarter ended 31.03.2016 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.



For Deloitte Haskins & Sells
Chartered Accountants
(Firm's Registration No.008072S)

A handwritten signature in black ink, appearing to read "C.R. Rajagopal".

C.R. Rajagopal
Partner
(Membership No.23418)

Place: Coimbatore
Date: 27 April 2016