 **Scooters India Limited**

(A Government of India Enterprise)

Post Bag No.23, GPO, Sarojini Nagar, Lucknow---226008 Uttar Pradesh, India

CIN: L25111UP1972GOI003599 Telephone No.0522---2496242, 0522---2496200,

Fax No.0522-2496190 E-mail: [companysecretary@scootersindia.com](mailto:companysecretary@scootersindia.com) Website: [www.scootersindia.com](http://www.scootersindia.com)

SIL: CS: BM: 251:2018

February 8, 2018

BSE Limited, Mumbai  
1st Floor, Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400001

**Subject: Board Meeting outcome- Approval of Unaudited Financial Results for the Quarter ended at December 31, 2017 (AS PER IND-AS)**

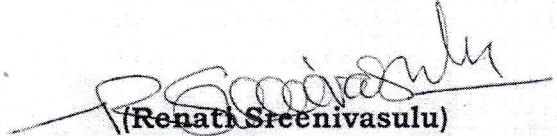
Sir,

This is to inform that the Board of Directors of M/s Scooters India Limited in its 251<sup>st</sup> meeting held on **Thursday, February 8, 2018** at 11:00 A.M. in the Conference Room of Udyog Bhawan at New Delhi inter-alia consider and approve the Unaudited Financial Results for quarter ended at **December 31, 2017 (AS PER IND-AS)**.

We are enclosing herewith copy of un-audited financial result along with limited review report of Statutory Auditor for your records.

With regards,

Yours faithfully,  
For Scooters India Limited,

  
(Renati Sreenivasulu)  
Chairman & Managing Director  
DIN - 07634253

**SCOOTERS INDIA LIMITED**  
 Post Bag No 23, Sarojini Nagar, Lucknow  
 www.scootersindia.com  
 CIN-L25111UP1972GOI003599

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR QUARTER AND NINE MONTHS ENDED 31.12.2017**

Rs in lakhs

Sr. No	PARTICULARS	Three Months Ended 31.12.2017	Preceding Three Months Ended 30.09.2017	Corresponding Three Months Ended 31.12.2016	Year to Date Figures For The Current Period Ended 31.12.2017	Year to Date Figures For The Previous Period Ended 31.12.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
I	Revenue from Operations	1,937.80	897.02	3,019.29	2,960.07	8,681.83
II	Other Income	26.96	460.99	98.71	612.16	309.53
III	<b>Total Income (I+II)</b>	<b>1,964.76</b>	<b>1,358.01</b>	<b>3,118.00</b>	<b>3,572.23</b>	<b>8,991.36</b>
IV	<b>Expenses</b>					
	Cost of materials consumed	888.53	403.95	1,070.32	1,353.20	3,236.31
	Purchases of Stock-in-Trade	-	-	44.51	-	208.54
	Changes in Inventories of Finished Goods, Work in Progress and Stock in trade	827.16	712.98	898.05	1,513.42	2,646.69
	Employee benefits expense	512.00	560.42	649.21	1,732.54	2,074.25
	Excise Duty on Sale	-	-	250.43	9.32	663.25
	Finance costs	-	20.85	17.42	59.17	60.34
	Depreciation and amortization expense	39.77	38.90	41.24	117.17	122.56
	Other expenses	121.13	91.08	142.69	327.25	608.61
	<b>Total Expenses (IV)</b>	<b>2,388.59</b>	<b>1,828.18</b>	<b>3,113.87</b>	<b>5,112.07</b>	<b>9,620.55</b>
V	<b>Profit/(loss) before exceptional items and tax (I- IV)</b>	<b>(423.83)</b>	<b>(470.17)</b>	<b>4.13</b>	<b>(1,539.84)</b>	<b>(629.19)</b>
VI	Exceptional items	-	-	-	-	-
VII	<b>Profit/(loss) before tax (V- VI)</b>	<b>(423.83)</b>	<b>(470.17)</b>	<b>4.13</b>	<b>(1,539.84)</b>	<b>(629.19)</b>
VIII	<b>Tax expense :</b>					
	(1) Current tax	-	-	25.99	-	25.99
	(2) Deferred tax	-	-	-	-	-
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>(423.83)</b>	<b>(470.17)</b>	<b>(21.86)</b>	<b>(1,539.84)</b>	<b>(655.18)</b>
X	Profit/(loss) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-
XII	<b>Profit/(Loss) from Discontinued operations (after tax) (X-XI)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XIII	<b>Profit/(loss) for the period (IX+XII)</b>	<b>(423.83)</b>	<b>(470.17)</b>	<b>(21.86)</b>	<b>(1,539.84)</b>	<b>(655.18)</b>
XIV	<b>Other Comprehensive Income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XV	<b>Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	<b>(423.83)</b>	<b>(470.17)</b>	<b>(21.86)</b>	<b>(1,539.84)</b>	<b>(655.18)</b>
XVI	<b>Earnings per equity share (for continuing operation):</b>					
	(1) Basic	(0.50)	(0.55)	(0.03)	(1.80)	(0.77)
	(2) Diluted	(0.50)	(0.55)	(0.03)	(1.80)	(0.77)
XVII	<b>Earnings per equity share (for discontinued operation):</b>					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVII	<b>Earnings per equity share (for discontinued &amp; Continuing and operation):</b>					
	(1) Basic	(0.50)	(0.55)	(0.03)	(1.80)	(0.77)
	(2) Diluted	(0.50)	(0.55)	(0.03)	(1.80)	(0.77)



*RSM*

Notes:

1. The unaudited standalone financial results have been reviewed and approved by the Board of Directors in their meeting held on 8th February, 2018.

2. The statutory auditors have carried out limited review of the financial results for the quarter and nine months ended December 31, 2017.

3. Regarding revision of pay of Officers w.e.f. 01.01.2007, the proposal of implementation of revision with cutoff date 01.04.2013 for all officers on the rolls of the Company on 01.04.2013, has been forwarded to the Ministry for consideration. Regarding revision of wages of workmen w.e.f. 01.01.2007 for all workmen on the rolls of the Company on 01.04.2013, the consent for implementation of wage revision with a cutoff date 01.04.2013 had been sought from workmen of the Company.

The revision (2007) of pay of Officers is still awaiting approval of Government of India.

Pending finalization of wage revision of workmen and resolution of cases filed by unions including Staff & Officers Associations before the Central Government Industrial Tribunal, Lucknow vide Case No. 36/2012, the revision for workmen, staff & officers could not be concluded.

Interim relief is being paid to all employees w.e.f. January 2015.

The above Interim Relief is being paid against the final adjustment, if any, from increase in the salary/wages/arrear on accounts of pay/wage revision 2007. During the nine months of current financial year 2017-18 Rs. 128.38 lakhs (for corresponding nine months of financial year 2016-17 Rs. 201.81 lakhs) has been paid on account of Interim Relief.

The interim relief being paid w.e.f. 01.01.2015 is recognized as expenditure in the Profit & Loss Account. Pending approval of revision proposal for officers, staff & workmen from Government of India, the arrears, if any, had not been considered.

4. The Company was declared sick under section 3(1)(o) of the SICA, by BIFR in its meeting held on February 18, 2010, consequent to the reference made by the Company, due to erosion of its net worth as on March 31, 2009. The Cabinet committee, GOI approved the revival package of Rs. 20,196 lakhs, which inter-alia includes the infusion of fresh funds, conversion of plan & non plan loan in to equity & waiver of interest. The Draft Rehabilitation Scheme (DRS) was under preparation by Operating Agency (SBI) and was to be submitted in due course before BIFR for sanction. However Pending finalization of DRS & sanction by the Hon'ble BIFR, the Miscellaneous application filed by the Company for early implementation of revival package was approved by BIFR in its hearing dated June 19, 2013, in terms of section 18 and 32A of SICA, which inter-alia envisaged Increase in Authorised Share Capital from Rs. 7500 lakhs to Rs. 25000 lakhs, Conversion of Plan & Non Plan Loan of Rs. 8521.12 lakhs in to Equity, Issue & allotment of Equity shares against share application money pending allotment of Rs. 1049 lakhs, Reduction of Equity Share Capital against Accumulated losses by Rs. 8521.12 lakhs, write off of Interest accrued & due and Interest accrued but not due on Plan & Non Plan Loan of Rs. 2637.60 lakhs against accumulated losses & Non provision of interest on Non Plan Loan of Rs.189.00 lakhs released during the financial year 2012-13 as also for Income Tax, if any required under section 115JB of the Income Tax Act, 1961 regarding Minimum Alternate Tax for the book profit. The matter of repayment of principal & interest on non-plan loan sanctioned during financial year 2012-13 of Rs. 189 Lakhs has been taken up with Department of Heavy Industry for maintaining the status quo. The Company has incorporated the same in its books of account w.e.f. FY 12-13.

On 15th September 2015, Hon'ble bench of BIFR, New Delhi has discharged the Company from BIFR on submission made by Operating Agency (State Bank of India) to the effect that Networth of the Company as on 31st March, 2014 has turned positive. The BIFR discharged the company from purview of SICA with inter-alia the following directions:

- The Company M/s Scooters India Limited ceases to be a sick industrial company, within the meaning of section 3(1)(o) of the SICA as its net worth has turned positive. It is therefore, discharged from the purview of SICA/BIFR.
- The Board discharges SBI from the responsibility of OA to the board.
- All secured creditors, statutory authorities are at a liberty to recover their dues, if any, according to law.

As per legal opinion obtained by the company, notwithstanding the order of BIFR discharging the company from its purview, the relief and concessions as sanctioned in the miscellaneous application no. 316/2013 would continue to be valid and operative.

In the above results, status quo of treatment of non-plan loan of Rs.189 lakhs regarding nonpayment of principal & non provision of interest has been maintained as the same has been taken up with Government of India on a regular basis & is still under their consideration.

5. Scooters India Ltd. has been allotted 1MW of grid connected Solar PV Power project under scheme of Ministry of New & Renewable Energy with viability gap funding (VGF). The first tranche of Rs. 25 lakhs as VGF has been sanctioned & released to the company under the scheme during the financial year 2016-17. The contract at total cost of Rs. 641 lakhs for implementation of the project has been placed on Rajasthan Electronics & Instruments Limited (REIL), Jaipur against which an advance of Rs. 564.10 lakhs has been released.

6. Under Previous GAAP, leasehold land was shown as part of fixed assets, whereas under Ind AS all leases are considered as operating leases (except perpetual leases) and therefore are shown under other non current assets.

7. The financial results for the quarter & nine months ended December 31, 2016 have not been subjected to limited review or audit by the statutory auditors. These results have been prepared based on the information compiled by the Management. However, the Management has exercised due diligence to ensure that the financial results for the quarter & nine months ended December 31, 2016 provide a true and fair view of the results of the Company in accordance with Ind AS.



## 8. Reconciliation of NetProfit/(Loss) between previous Indian GAAP and Ind-AS

Particulars	Quarter ended 31.12.2016 (in Rs. Lakhs)	Nine months ended 31.12.2016 (in Rs. Lakhs)
Profit/(loss) after tax as reported under previous Indian GAAP	(22.33)	(656.40)
Ind-AS Adjustments:		
1. Interest income on fair valuation of employee loan	0.49	1.26
2. Interest income on fair valuation of security deposits.	0.07	0.21
3. Rental expenses on fair valuation of security deposits.	(0.08)	(0.23)
4. Rental expenses being leasehold land treated as operating lease	(0.01)	(0.02)
Net Profit /(Loss) after tax as reported under Ind-AS	(21.86)	(655.18)
Other comprehensive income (Net of Tax) as reported under Ind-AS	-	-
Total comprehensive income as reported under Ind-AS	(21.86)	(655.18)

10. Expenditure capitalized &amp; prior year items has been adjusted in other expenditure.

11. Previous period figures have been regrouped/reclassified wherever necessary to confirm to current period classification.

Place: Delhi  
Date: 8th February 2018

On behalf of Board of Directors  
For Scooters India Limited

*R. Sreenivasulu*  
Chairman & managing Director  
DIN-07634253

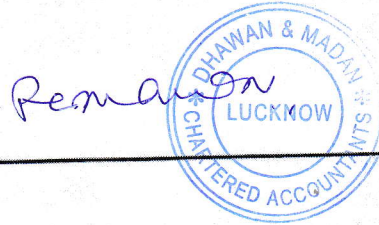


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**Statement of Unaudited Results for the Quarter and Nine Months Ended 31.12.2017**

Rs in Lakhs

Sr. No.	Particulars	Three Months	Year to Date	Corresponding 3
		Ended 31.12.2017	Figure for the Nine	Months Ended
		Unaudited	Unaudited	Unaudited
			Months Ending	31.12.2016 in the
			31.12.2017	previous Year
1	Total income from operations (net)	1,964.76	3,572.23	3,118.00
2	Net Profit for the period (before Tax, Exceptional and/or Extraordinary items)	(423.83)	(1,539.84)	4.13
3	Net Profit for the period before tax (after Exceptional and/or Extraordinary items#)	(423.83)	(1,539.84)	4.13
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items#)	(423.83)	(1,539.84)	(21.86)
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(423.83)	(1,539.84)	(21.86)
6	Equity Share Capital	8,538.39	8,538.39	8,538.39
7	Reserves (excluding Revaluation Reserve as shown in the Balance Sheet of previous year)	NA	NA	NA
8	Earnings Per Share (before extraordinary items) (of Rs 10 /- each) for continuing and discontinued operations			
	1. Basic	(0.50)	(1.80)	(0.55)
	2. Diluted	(0.50)	(1.80)	(0.55)
<p>Note: The above is an extract of detailed format of Quarterly/Yearly Results filed with the Stock Exchange under Regulation 33 of SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Quarterly/half yearly Results are available on the Stock Exchange website (<a href="http://www.bseindia.com">www.bseindia.com</a>) and the Company's website (<a href="http://www.scootersindia.com">www.scootersindia.com</a>).</p> <p>These results have been prepared in accordance with the provisions of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.</p> <p style="text-align: right;">By order of the Board</p> <p>Place:Delhi Dated: 8th February 2018</p> <p style="text-align: right;"><i>R. Sreenivasulu</i> Chairman &amp; Managing Director DIN -07634253</p>				



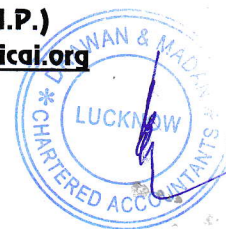


INDEPENDENT AUDITORS' REVIEW REPORT OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS  
SCOOTERS INDIA LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of Scooters India Limited ('the Company') for the quarter and nine months ended 31<sup>st</sup> December 2017 ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI ( Listing obligation and Disclosure Requirement) Regulation 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial reporting" (Ind AS 34) prescribed under section 133 of the Companies Act 2013 read with relevant rules there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Results 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 financial statements are free from 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.
3. *Attention is invited to footnote 5 to the unaudited financial results for the quarter under review regarding repayment of principal and interest on non plan loan of Rs.189 lakhs received by the company from the Government of India at an interest rate of 13.50% per annum the company has not provided interest over it as it has filed an application for freezing of the interest, with the Ministry of Heavy Industry, however Ministry approval on the same is pending and has yet not been approved further total interest including the penalty accrued and unpaid is Rs. 160.82 lakhs till 31<sup>st</sup> December 2017, since the final outcome is still awaited, the accumulated losses and its corresponding liability is understated by 160.82 lakhs.*
4. *Attention is invited to foot note 5 to the unaudited financial results, where the company has increased its Authorised capital from Rs. 7,500 lakhs to Rs. 25,000 lakhs and Paid up Capital from Rs.5,348.23 lakhs to Rs.8,538.39 Lakhs without filing the requisite form with the Ministry of Corporate Affairs ("MCA") as a result the MCA has not approved the increased Authorized*

**Head Office: 1st Floor, Himanshu Sadan, 5, Park Road, Lucknow - 226001 (U.P.)**  
**<https://dhawanmadan.icai.org.in>; [dhawan.madan@gmail.com](mailto:dhawan.madan@gmail.com); [dhawan.madan@icai.org](mailto:dhawan.madan@icai.org)**  
**#91-522-2238346; 4066612; 91-9208222222; 91-7571009063**



and Paid-up Capital and the same is not showing in the MCA website. Hence the company has shown the increased Authorized and Paid-up capital in its books of accounts without payment of the requisite fees of the MCA, as the company is claiming the exemption for the fees on account of relief given by BIFR in its order dated 19<sup>th</sup> June 2013.

Further, the financial statements of last four years i.e. from FY 2013-14 to FY 2016-17 have not been filed with the MCA (ROC) which is non compliance of section 92 of Companies Act 2013 and If a company fails to file its annual return then the company shall be liable to pay additional fees and further penalty or prosecution may be initiated.

5. *Emphasis of Matter*

Attention is invited to the foot Note 4 to the unaudited financial results where the company has not provided for the arrears to the employees who were on the pay roll of the company as on 01-04-2013, as the approval is awaited from GOI and pending outcome of the proceeding before the Central Government Industrial Tribunal, Lucknow.

6. Based on our review conducted as stated above except for the matters described in Paragraph 3 and 4, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principle laid down in the applicable Accounting Standards specified under the Companies Act, 1956 which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 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 obligation and Disclosure Requirement) Regulation 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We have not reviewed the financial results and other information for the quarter and nine months ended 31<sup>th</sup> December 2016 which is solely based on the financial information compiled by the management.

For **DHAWAN & MADAN**  
Chartered Accountants  
FRN: 005815C

*P. K. Dhawan*  
(P.K.DHAWAN)

Partner  
Mem No: 074258  
Place: Lucknow  
Date: 08.02.2018

