

09th February, 2018

The BSE Limited
Department of Corporate Services
Floor 1, New Trading Ring
Rotunda Building, P.J. Towers
Dalal Street, Fort
Mumbai 400 001.
Scrip Code - 520057

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block
Bandra – Kurla Complex
Bandra (E)
Mumbai 400 051.
Symbol – SONASTEER; Series – EQ

Sub : Unaudited Financial Results for the third quarter ended 31st December, 2017.

Dear Sir,

Pursuant to applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of SONA KOYO STEERING SYSTEMS LIMITED in their meeting held on 09th February, 2018 has taken on record the enclosed Un-audited Financial Results along with Auditors' Limited Review Report for the third quarter ended 31st December, 2017.

This is for your information and record.

Thanking you,

Yours faithfully,
For **SONA KOYO STEERING SYSTEMS LTD.**



SUDHIR CHOPRA
DIRECTOR (CORPORATE AFFAIRS) & COMPANY SECRETARY

SONA KOYO STEERING SYSTEMS LTD.

Regd. Office : UGF-6, Indra Prakash 21 Barakhamba Road New Delhi-110 001 India
Tel : +91 11 2331 1924 / 2332 7205, Telefax : +91 11 2332 7205
CIN : L29113DL1984PLC018415, **Website** : www.sonakoyosteering.com

Works: 38/6 Delhi-Jaipur Road, NH-8, Gurugram-122 001 Haryana India
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SONA KOYO STEERING SYSTEMS LTD

CIN : L29113DL1984PLC018415

Regd. Office : UGF - 6, Indraprakash 21, Barakhamba Road, New Delhi 110001.

Tel : 011-23311924, E-mail : investorgrievance@sonagroup.com, Website : www.sonakoyosteering.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017

Sr No.	PARTICULARS	Standalone (₹ in lacs, except per equity share data)				
		Quarter ended 31 December 2017	Preceding quarter ended 30 September 2017	Corresponding quarter ended in the previous year 31 December 2016	Nine months ended 31 December 2017	Previous nine months ended 31 December 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from operations (refer note-3)*	29,280.36	30,278.14	32,593.27	92,743.24	95,174.20
2	Other income	107.73	92.32	54.29	303.64	616.90
3	Total income (1+2)	29,388.09	30,370.46	32,647.56	93,046.88	95,791.10
4	Expenses					
(a)	Cost of materials consumed	18,465.76	19,459.06	17,483.04	55,916.93	52,494.21
(b)	Purchases of stock-in-trade	976.46	958.51	1,054.47	3,084.83	2,928.41
(c)	Changes in inventories of finished goods, stock-in-trade and work-in-progress	64.66	(196.94)	160.78	135.12	(224.81)
(d)	Excise duty	-	-	3,913.25	3,866.59	11,524.53
(e)	Employee benefits expense	3,679.85	3,703.04	3,482.40	10,991.42	9,996.62
(f)	Finance costs	527.06	518.71	580.89	1,652.32	1,863.84
(g)	Depreciation and amortization expense	1,808.45	1,889.22	1,858.74	5,648.21	5,558.37
(h)	Other expenses	2,959.01	2,934.65	3,237.30	8,943.62	9,280.79
	Total expenses	28,481.25	29,266.25	31,770.87	90,239.04	93,421.96
5	Profit before tax (3-4)	906.84	1,104.21	876.69	2,807.84	2,369.14
6	Tax expenses					
(a)	Current tax	455.07	561.51	567.49	1,483.93	1,305.85
(b)	Deferred tax	(131.68)	(154.87)	(212.48)	(520.50)	(530.61)
	Total tax expenses	323.39	406.64	355.01	963.43	775.24
7	Net profit after tax (5-6)	583.45	697.57	521.68	1,844.41	1,593.90
8	Other comprehensive income					
a)	Items that will not be reclassified to profit and loss					
i)	Loss on remeasurement of defined benefit obligation	(48.19)	(26.51)	(69.86)	(144.56)	(209.59)
ii)	Income tax relating to the above	16.68	9.17	24.18	50.03	72.54
b)	Items that will be reclassified to profit and loss					
i)	Effective portion of loss on cash flow hedge instruments	(29.40)	(122.49)	-	(168.42)	-
ii)	Income tax relating to the above	10.18	42.39	-	58.29	-
	Total other comprehensive income for the period (a(i+ii)+b(i+ii))	(50.73)	(97.44)	(45.68)	(204.66)	(137.05)
9	Total comprehensive income for the period (7+8)	532.72	600.13	476.00	1,639.75	1,456.85
10	Paid up equity share capital (Face value of Re 1/- per share)	1,987.42	1,987.42	1,987.42	1,987.42	1,987.42
11	Earnings Per Share (EPS) (Face value of Re 1 per share) (not annualized)					
(a)	Basic	0.30	0.35	0.26	0.93	0.80
(b)	Diluted	0.30	0.35	0.26	0.93	0.80

Notes :

- The above unaudited standalone financial results for the quarter and nine months ended 31 December 2017, were reviewed by the Audit Committee at their meeting held on 8 February 2018 and approved by the Board of Directors at their meeting held on 9 February 2018. The statutory auditors of the Company have carried out a limited review of the unaudited standalone financial results for the quarter and nine months ended 31 December 2017 and an unmodified limited review report has been issued. The same have been filed with Stock Exchanges and is also available on the Company's website at www.sonakoyosteering.com.
- The Company has adopted Indian Accounting Standards (Ind AS) with effect from 1 April 2016, pursuant to notification issued by Ministry of Corporate Affairs dated 16 February 2015, notifying the Companies (Indian Accounting Standards) Rules, 2015. Accordingly, the financial results have been prepared in accordance with Ind AS as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5 July 2016. The figures for the quarter and nine months ended 31 December 2016 are based on the previously issued financial results that were reviewed by the erstwhile auditors (vide their unmodified limited review report dated 10 February 2017). Those results, as adjusted for the differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ("Ind AS"), have been reviewed by the current statutory auditors of the Company.
- Income from operations for the current period and immediately preceding quarter is not comparable with previous periods since the same is net of Goods and Services Tax (GST) whereas excise duty formed part of expenses in previous periods.

The comparative income from operations of the Company is given below:

PARTICULARS	(₹ in lacs)				
	Quarter ended 31 December 2017	Preceding quarter ended 30 September 2017	Corresponding quarter ended in the previous year 31 December 2016	Nine months ended 31 December 2017	Previous nine months ended 31 December 2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Income from operations (as reported)	29,280.36	30,278.14	32,593.27	92,743.24	95,174.20
Less : Excise duty	3,913.25	-	3,913.25	3,866.59	11,524.53
Income from operations (net of excise duty)	25,367.11	30,278.14	28,680.02	88,876.65	83,649.67



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4 Reconciliations of equity between previous GAAP (IGAAP) and Ind AS for the quarter and nine months ended 31 December 2016 :

Sr No.	Nature of Adjustment	Standalone (₹ in lacs)	
		Quarter ended 31 December 2016	Nine months ended 31 December 2016
		Unaudited	Unaudited
A	Net profit after tax as per previous GAAP	552.34	1,472.62
	1 Capitalisation of major spares as Property, Plant and Equipment	4.75	17.60
	2 Derivatives recognised at fair value	(119.75)	(36.62)
	3 Remeasurement of defined benefit obligations reclassified to other comprehensive income	69.86	209.59
	4 Others	(1.76)	(5.12)
	5 Effect on deferred tax for above Ind AS adjustments	16.24	(64.17)
B	Total adjustments (1+2+3+4+5)	(30.66)	121.28
C	Net profit before other comprehensive income as per Ind AS (A+B)	521.68	1,593.90
D	Other comprehensive income after tax		
	Remeasurement of defined benefit obligations	(69.86)	(209.59)
	Income tax effect of above adjustments	24.18	72.54
E	Total comprehensive income as per Ind AS (C+D)	476.00	1,456.85

5 Segment Reporting : The Company's business activity falls within a single primary business segment viz. "Auto components of four wheelers". The operating segment has been defined based on regular review by the Company's Chief Operating Decision Maker to assess the performance of the Company and to make decision about allocation of resources.

6 Previous period figures have been regrouped / reclassified wherever necessary to correspond with the current period classification / disclosures.



For and on behalf of the Board of Directors of
Sona Koyo Steering Systems Ltd.


HIDEKAZU OMURA
CHAIRMAN

Place : New Delhi
Dated : 09 February 2018

B S R & Co. LLP

Chartered Accountants

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DLF Cyber City, Phase - II
Gurugram - 122 002, India

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Review Report to the Board of Directors of Sona Koyo Steering Systems Limited

We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of Sona Koyo Steering Systems Limited ('the Company') for the quarter and nine months ended 31 December 2017, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India ('SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated 5 July 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors on 9 February 2018. Our responsibility is to issue a report on these standalone financial results based on our review.

The figures for the quarter and nine months ended 31 December 2016 are based on the previously issued financial results that were reviewed by the erstwhile auditors (vide their unmodified limited review report of 10 February 2017), as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS'), which have been reviewed by us. These adjustments have been reconciled to the net profit for the quarter and nine months ended 31 December 2016 under the previously applicable Generally Accepted Accounting Principles with the total comprehensive income as reported in these financial results under Ind AS.

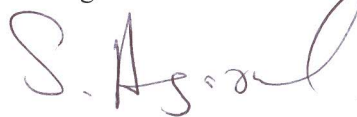
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the standalone financial results are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 5 July 2016, 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 registration No.: 101248W/W-100022



Shashank Agarwal

Partner

Membership No.: 095109

Place: New Delhi

Date: 9 February 2018