

FAG Bearings India Limited

**National Stock Exchange of India Limited**  
Exchange Plaza, C-1, Block "G",  
Bandra- Kurla Complex,  
Bandra (E)  
**MUMBAI - 400 051**

**Company Code: FAGBEARING**

**July 16, 2015**

Your Reference

Our Reference

Phone  
(0265)

Fax  
(0265)

e-mail

A Member of the  
Schaeffler Group

**Sub: Unaudited Financial Results [Clause 41 of the Listing Agreement]**

Dear Sirs,

Pursuant to Clause 41 of the Listing Agreement, enclosed please find herewith;

- Unaudited Financial Results for the quarter & half year ended June 30, 2015;
- Limited Review Report.

Please note that;

- The above Results have been approved by the Board in its meeting held on Thursday, the **16<sup>th</sup> day of July, 2015** and are being published in the Newspapers,
- The intimation [Notice] of Board Meeting has already been published in the Newspapers [English: Business Standard & Vernacular: Tarun Bharat]

Please take this on record.

Thanking you.

Yours faithfully,  
**For FAG Bearings India Limited**

  
**Raj Sarraf**  
**Company Secretary**  
ICSI M No.: ACS 15526

Encl: As above

*Megha Dave*



**FAG Bearings India Limited**

**Head Office & Works :**

Maneja,  
Vadodara - 390 013 INDIA  
Phone: +91 265 660 2000  
Fax: +91 265 2638804  
www.schaeffler.co.in  
info.in@schaeffler.com

**Registered Office:**

Nariman Bhavan, 8th Floor,  
227, Backbay Reclamation,  
Nariman Point,  
Mumbai - 400 021 INDIA  
Phone: +91 22 6681 4444 - 6681 4499  
Fax: +91 22 2202 7022

CIN: L29130MH1962PLC012340

**Sales Offices :** Mumbai, Kolkata,  
New Delhi, Chennai,  
Pune, Bangalore,  
Hyderabad,  
Jamshedpur

**FAG BEARINGS INDIA LIMITED**

Regd. Office : Nariman Bhavan, 8th Floor, 227 Backbay Reclamation, Nariman Point, Mumbai - 400 021

Ph. +91 22 66814444; Fax; +91 22 22027022 Website: www.schaeffler.co.in Email: raj.sarraf@schaeffler.com

CIN: L29130MH1962PLC012340

**FAG**

(Amount in MioINR)

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED JUNE 30, 2015****PART I**

| Sr. No. | Particulars                                                                                     | THREE MONTHS ENDED |                |                | YEAR TO DATE FIGURES |                | YEAR ENDED      |
|---------|-------------------------------------------------------------------------------------------------|--------------------|----------------|----------------|----------------------|----------------|-----------------|
|         |                                                                                                 | Jun.30, 2015       | Mar 31, 2015   | Jun.30, 2014   | Jun.30, 2015         | Jun.30, 2014   | Dec. 31, 2014   |
|         |                                                                                                 | (UNAUDITED)        |                |                | (UNAUDITED)          |                | (AUDITED)       |
| 1       | <b>Income from Operations</b>                                                                   |                    |                |                |                      |                |                 |
|         | (a) Net sales / Income from Operations ( Net of excise duty)                                    | 4,287.7            | 4,052.6        | 3,880.4        | 8,340.3              | 7,857.1        | 16,176.1        |
|         | (b) Other Operating Income                                                                      | 33.5               | 37.8           | 37.3           | 71.3                 | 67.6           | 145.4           |
|         | <b>Total income from operations (Net)</b>                                                       | <b>4,321.2</b>     | <b>4,090.4</b> | <b>3,917.7</b> | <b>8,411.6</b>       | <b>7,924.7</b> | <b>16,321.5</b> |
| 2       | <b>Expenses</b>                                                                                 |                    |                |                |                      |                |                 |
|         | (a) Cost of materials consumed                                                                  | 1,507.0            | 1,455.6        | 1,584.5        | 2,962.6              | 3,033.8        | 6,020.8         |
|         | (b) Purchase of Stock-in- trade                                                                 | 995.1              | 818.1          | 889.4          | 1,813.2              | 1,881.1        | 3,973.5         |
|         | (c) Changes in inventories of finished goods, Work in Progress and stock-in-trade               | (64.4)             | 84.7           | (102.4)        | 20.3                 | (46.7)         | (21.1)          |
|         | (d) Employees benefit expense                                                                   | 329.2              | 339.7          | 337.7          | 668.9                | 712.5          | 1,379.4         |
|         | (e) Depreciation and amortisation expense                                                       | 124.2              | 124.5          | 122.9          | 248.7                | 243.4          | 493.5           |
|         | (f) Other expenses                                                                              | 805.3              | 758.8          | 572.3          | 1,564.1              | 1,150.7        | 2,551.5         |
|         | <b>Total expenses</b>                                                                           | <b>3,696.4</b>     | <b>3,581.4</b> | <b>3,404.4</b> | <b>7,277.8</b>       | <b>6,974.8</b> | <b>14,397.6</b> |
| 3       | <b>Profit from Operations before Other Income, finance costs and Exceptional Items (1-2)</b>    | <b>624.8</b>       | <b>509.0</b>   | <b>513.3</b>   | <b>1,133.8</b>       | <b>949.9</b>   | <b>1,923.9</b>  |
| 4       | <b>Other Income</b>                                                                             | 147.1              | 128.2          | 107.4          | 275.3                | 198.3          | 409.5           |
| 5       | <b>Profit from ordinary activities before finance costs and exceptional items (3+4)</b>         | <b>771.9</b>       | <b>637.2</b>   | <b>620.7</b>   | <b>1,409.1</b>       | <b>1,148.2</b> | <b>2,333.4</b>  |
| 6       | <b>Finance cost</b>                                                                             | 10.4               | 4.8            | 2.3            | 15.2                 | 4.0            | 9.7             |
| 7       | <b>Profit from ordinary activities after finance costs but before exceptional items (5 -6)</b>  | <b>761.5</b>       | <b>632.4</b>   | <b>618.4</b>   | <b>1,393.9</b>       | <b>1,144.2</b> | <b>2,323.7</b>  |
| 8       | <b>Exceptional Items</b>                                                                        | -                  | -              | -              | -                    | -              | -               |
| 9       | <b>Profit from Ordinary Activities before tax (7-8)</b>                                         | <b>761.5</b>       | <b>632.4</b>   | <b>618.4</b>   | <b>1,393.9</b>       | <b>1,144.2</b> | <b>2,323.7</b>  |
| 10      | <b>Tax expense</b>                                                                              | 268.8              | 218.4          | 210.7          | 487.2                | 389.7          | 794.9           |
| 11      | <b>Net Profit from Ordinary Activities after tax (9-10)</b>                                     | <b>492.7</b>       | <b>414.0</b>   | <b>407.7</b>   | <b>906.7</b>         | <b>754.5</b>   | <b>1,528.8</b>  |
| 12      | <b>Extraordinary Items (Net of tax expense)</b>                                                 | -                  | -              | -              | -                    | -              | -               |
| 13      | <b>Net Profit for the period (11-12)</b>                                                        | <b>492.7</b>       | <b>414.0</b>   | <b>407.7</b>   | <b>906.7</b>         | <b>754.5</b>   | <b>1,528.8</b>  |
| 14      | <b>Paid-up equity share capital (Face value of Rs.10/- per share)</b>                           | 166.2              | 166.2          | 166.2          | 166.2                | 166.2          | 166.2           |
| 15      | <b>Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year</b> |                    |                |                |                      |                | 10,888.9        |
| 16i     | <b>Earnings per share (before extraordinary items) (of Rs. 10 each) (not annualised)</b>        |                    |                |                |                      |                |                 |
|         | (a) Basic                                                                                       | 29.65              | 24.91          | 24.53          | 54.55                | 45.40          | 92.00           |
|         | (b) Diluted                                                                                     | 29.65              | 24.91          | 24.53          | 54.55                | 45.40          | 92.00           |
| 16ii    | <b>Earnings per share (After extraordinary items) (of Rs. 10 each) (not annualised)</b>         |                    |                |                |                      |                |                 |
|         | (a) Basic                                                                                       | 29.65              | 24.91          | 24.53          | 54.55                | 45.40          | 92.00           |
|         | (b) Diluted                                                                                     | 29.65              | 24.91          | 24.53          | 54.55                | 45.40          | 92.00           |

**PART II****SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED**

| Sr. No. | Particulars                                                                             | THREE MONTHS ENDED |              |              | YEAR TO DATE FIGURES |              | YEAR ENDED                          |
|---------|-----------------------------------------------------------------------------------------|--------------------|--------------|--------------|----------------------|--------------|-------------------------------------|
|         |                                                                                         | Jun.30, 2015       | Mar 31, 2015 | Jun.30, 2014 | Jun.30, 2015         | Jun.30, 2014 | Dec. 31, 2014                       |
|         |                                                                                         | (UNAUDITED)        |              |              | (UNAUDITED)          |              | (AUDITED)                           |
| A       | <b>PARTICULARS OF SHAREHOLDING</b>                                                      |                    |              |              |                      |              |                                     |
| 1       | <b>Public Shareholding</b>                                                              |                    |              |              |                      |              |                                     |
|         | -Number of shares                                                                       | 8088087            | 8088087      | 8088087      | 8088087              | 8088087      | 8088087                             |
|         | -Percentage of shareholding                                                             | 48.7               | 48.7         | 48.7         | 48.7                 | 48.7         | 48.7                                |
| 2       | <b>Promoters and promoter group Shareholding</b>                                        |                    |              |              |                      |              |                                     |
| a)      | <b>Pledged/Encumbered</b>                                                               |                    |              |              |                      |              |                                     |
|         | -Number of Shares                                                                       | -                  | -            | -            | -                    | -            | -                                   |
|         | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | -                  | -            | -            | -                    | -            | -                                   |
|         | -Percentage of shares (as a % of the total share capital of the company)                | -                  | -            | -            | -                    | -            | -                                   |
| b)      | <b>Non-encumbered</b>                                                                   |                    |              |              |                      |              |                                     |
|         | -Number of Shares                                                                       | 8529183            | 8529183      | 8529183      | 8529183              | 8529183      | 8529183                             |
|         | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100                | 100          | 100          | 100                  | 100          | 100                                 |
|         | -Percentage of shares (as a % of the total share capital of the company)                | 51.3               | 51.3         | 51.3         | 51.3                 | 51.3         | 51.3                                |
|         | <b>Particulars</b>                                                                      |                    |              |              |                      |              | <b>3 Months ended June 30, 2015</b> |
| B       | <b>INVESTOR COMPLAINTS</b>                                                              |                    |              |              |                      |              |                                     |
|         | Pending at the beginning of the quarter                                                 |                    |              |              |                      |              | -                                   |
|         | Received during the quarter                                                             |                    |              |              |                      |              | 1                                   |
|         | Disposed of during the quarter                                                          |                    |              |              |                      |              | 1                                   |
|         | Remaining unresolved at the end of the quarter                                          |                    |              |              |                      |              | -                                   |

Cont..

| Sr. No. | STANDALONE STATEMENT OF ASSETS AND LIABILITIES | AS AT                       |                            |
|---------|------------------------------------------------|-----------------------------|----------------------------|
|         |                                                | Jun.30, 2015<br>(UNAUDITED) | Dec. 31, 2014<br>(AUDITED) |
| A       | EQUITY AND LIABILITIES                         |                             |                            |
| 1       | Shareholders' funds                            |                             |                            |
|         | (a) Share Capital                              | 166.2                       | 166.2                      |
|         | (b) Reserves & Surplus                         | 11,917.9                    | 10,908.7                   |
|         | <b>Shareholders' Funds</b>                     | <b>12,084.1</b>             | <b>11,074.9</b>            |
| 3       | Non- current liabilities                       |                             |                            |
|         | (a) Deferred tax liabilities                   | 106.2                       | 154.0                      |
|         | (b) Other long-term liabilities                | 14.9                        | 15.2                       |
|         | (c) Long-term Provisions                       | 266.9                       | 329.0                      |
|         | <b>Non Current Liabilities</b>                 | <b>388.0</b>                | <b>498.2</b>               |
| 4       | Current Liabilities                            |                             |                            |
|         | (a) Trade payables                             | 2,369.7                     | 2,160.6                    |
|         | (b) Other current liabilities                  | 692.5                       | 420.0                      |
|         | (c) Short- term provisions                     | 219.5                       | 188.2                      |
|         | <b>Current Liabilities</b>                     | <b>3,281.7</b>              | <b>2,768.8</b>             |
|         | <b>TOTAL- EQUITY AND LIABILITIES</b>           | <b>15,753.8</b>             | <b>14,341.9</b>            |
| B       | ASSETS                                         |                             |                            |
| 1       | Non- current assets                            |                             |                            |
|         | (a) Fixed assets                               | 3,902.2                     | 3,903.6                    |
|         | (b) Non-current investments                    | 168.8                       | 43.5                       |
|         | (c) Long -term loans and advances              | 1,349.8                     | 999.4                      |
|         | <b>Non- current assets</b>                     | <b>5,420.8</b>              | <b>4,946.5</b>             |
| 2       | Current assets                                 |                             |                            |
|         | (a) Inventories                                | 1,929.7                     | 1,908.9                    |
|         | (b) Trade receivables                          | 3,316.3                     | 2,900.5                    |
|         | (c) Cash and cash equivalents                  | 4,081.9                     | 3,294.5                    |
|         | (d) Short -term loans and advances             | 848.7                       | 1,201.9                    |
|         | (e) other current assets                       | 156.4                       | 89.6                       |
|         | <b>Current assets</b>                          | <b>10,333.0</b>             | <b>9,395.4</b>             |
|         | <b>TOTAL- ASSETS</b>                           | <b>15,753.8</b>             | <b>14,341.9</b>            |

#### Notes

- The business of the Company falls under a single primary segment i.e. "Ball / Roller Bearings and related components" for the purpose of Accounting Standard AS - 17.
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on July 16, 2015.
- The Company has adopted and applied the principles of hedge accounting set out in Accounting Standard (AS) 30, 'Financial Instruments: Recognition and measurement' issued by ICAI to forward contracts in respect of highly probable forecasted transactions or firm commitments which were previously accounted following the principles of prudence as per AS 1. Consequently, the Company has recorded Rs 95.3 million representing mark to market loss in the Cash flow hedge reserve as at June 30, 2015.
- The Statutory Auditors have performed a "Limited Review" of the above financial results for the period ended June 30, 2015.

Per our report attached of even date  
B S R & Co. LLP  
Chartered Accountants  
Firm Reg. No. 101248W / W-100022

Vijay Mathur  
Partner  
Membership No. 046476  
Mumbai / July 16, 2015

For FAG Bearings India Ltd.

Rajendra Anandpara  
Managing Director

**Auditors' Report on Financial results of FAG Bearings India Limited  
pursuant to Clause 41 of Listing Agreement**

**To the Board of Directors  
FAG Bearings India Limited**

We have reviewed the accompanying statement of unaudited financial results ('the Statement') of FAG Bearings India Limited ('the Company') for the period ended 30 June 2015 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in their meeting held on 16 July 2015. Our responsibility is to issue a report on these financial statements based on our review.

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". This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to Note 4 to the Statement in respect of accounting policy for forward contracts. The Company has adopted and applied the principles of hedge accounting as set out in Accounting Standard (AS) 30, 'Financial Instruments: Recognition and measurement' issued by the Institute of Chartered Accountants of India to forward contracts in respect of highly probable transactions or firm commitments. Consequently, the Company has recorded Rs. 95.3 million representing mark to market loss in the Cash flow hedge reserve as at 30 June 2015. Our opinion is not qualified in respect of this matter.

**For B S R & Co. LLP**  
*Chartered Accountants*

Firm's Registration No: 101248W/W-100022

**Vijay Mathur**  
*Partner*

Membership No: 046476

16 July 2015  
Mumbai