

SUNDARAM BRAKE LININGS LIMITED

Padi, Chennai - 600 050, India.



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Website : www.tvssbrakelinings.com

PAN : AADCS4888E

SecI/NSE/IVQr.1920

June 27, 2020

The Manager
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, "G" Block
Bandra Kurla Complex
Bandra (East),
Mumbai-400 051

Dear Sir,

Sub: Audited Financial Results for the Year ended 31st March 2020

Ref: Disclosure under Reg. 30, 33, and 47 read with Sch. III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular dated 12th May 2020

We would like to inform you that, the Board of Directors at their meeting held on 27th June 2020 have approved the Audited Financial Results for the year ended 31st March 2020.

We are enclosing a copy of the Audited Financial Results of the Company for the quarter and year ended March 31, 2020 along with statements of Assets & Liabilities, Auditors' Report.

As required under Proviso 2 to Reg. 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby declares that the Statutory Auditors have expressed an unmodified opinion on the Audited financial results for the year ended 31st March, 2020.

In terms of the relaxation granted vide Circular dated May 12, 2020 issued by Securities and Exchange Board of India, bearing Ref. No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 on the provisions of Regulation 47 of the SEBI Listing Regulations, the Audited Financial Results are not being published in the newspapers.

The Board meeting commenced at 11.50 A.M and concluded at 1.50 p.m.

Thanking you,

Yours faithfully

For SUNDARAM BRAKE LININGS LIMITED

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RAMABAD

RAN

S. Ramabadran

Chief Financial Officer & Company Secretary

Digitally signed

by S

RAMABADRAN

Date: 2020.06.27

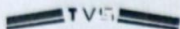
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Encl: As above

MANUFACTURERS OF TVS BRAKE LININGS & CLUTCH FACINGS

Registered Office : Padi, Chennai - 600 050. India.

CIN : L34300TN1974PLC006703



SUNDARAM BRAKE LININGS LIMITED

CIN: L34300TN1974PLC006703

Regd Office: Padi, Chennai 600 050; Tel. No: 044-26257853; Fax: 044-26254770

AUDITED FINANCIAL RESULTS FOR THE FINANCIAL YEAR ENDED 31st MARCH 2020

Rs. in lacs

	Particulars	Quarter Ended			Year Ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	
	Income from Operations					
1	Revenue from Operations	6,059.39	6,515.34	7,157.73	25,814.17	28,625.86
2	Other Income	90.25	97.73	79.52	507.51	260.76
3	Total Revenue	6,149.64	6,613.07	7,237.25	26,321.68	28,886.62
4	Expenditure					
	(a) Cost of materials consumed	2,802.65	2,923.23	3,557.73	12,357.96	14,636.76
	(b) Changes in inventories of finished goods and work-in-progress	197.79	228.63	-68.50	-32.40	-225.06
	(c) Employee benefits expense	1,059.92	1,189.94	1,321.74	4,795.59	5,171.85
	(d) Finance cost	33.37	40.64	37.41	152.82	164.93
	(e) Depreciation and amortisation expense	136.48	155.07	125.10	542.33	494.50
	(f) Other expenses	1,824.04	1,998.74	1,875.95	8,205.25	7,994.34
5	Total Expenses (a ... f)	6,054.25	6,536.25	6,849.43	26,021.55	28,237.32
6	Total Profit/(Loss) before Exceptional items and Tax (3-5)	95.39	76.82	387.82	300.13	649.30
7	Exceptional item:					
	Ex-gratia to employees under Voluntary Retirement Scheme	-	-	-	-	-
8	Profit/(Loss) Before Tax (6 - 7)	95.39	76.82	387.82	300.13	649.30
9	Tax expense					
	- Current Tax	18.50	7.85	79.84	52.68	133.67
	- Deferred Tax	-36.63	21.17	-75.57	(4.32)	(189.79)
10	Profit/(Loss) for the period from continuing operations (8 - 9)	113.52	47.80	383.55	251.77	705.42
11	Profit/(Loss) for the period from discontinued operations, if any	-	-	-	-	-
12	Profit/(Loss) for the period (10 + 11)	113.52	47.80	383.55	251.77	705.42
13	Other Comprehensive Income					
	a) (i) Item that will not be reclassified to Profit & Loss	-67.28	-	42.12	(67.28)	34.71
	(ii) Deferred Tax relating to item that will not be reclassified to Profit & Loss	13.85	-	-8.50	13.85	(7.15)
	b) (i) Item that will be reclassified to Profit & Loss	0.00	-	0.00	-	0.00
	(ii) Income Tax relating to item that will be reclassified to Profit & Loss	-	-	-	-	-
14	Total Comprehensive Income (12+13)	60.09	47.80	417.17	198.34	732.98
15	Paid up Equity Share Capital-Face Value-Rs.10/- each	393.46	393.46	393.46	393.46	393.46
16	Reserves excluding Revaluation Reserve as per balance sheet of accounting year				8,003.52	7,805.03
17	Earnings Per Share (EPS) - in Rs.					
	a) Basic and diluted EPS before Extraordinary items (not annualised) - in Rs.	2.89	1.21	9.75	6.40	17.93
	b) Basic and diluted EPS after Extraordinary items (not annualised) - in Rs.	2.89	1.21	9.75	6.40	17.93



Statement of Assets and Liabilities as at 31st March 2020:		Rs. in lacs			
Particulars		As at 31.03.2020 (Audited)		As at 31.03.2019 (Audited)	
A	ASSETS				
1	Non-current Assets				
	(a) Property, Plant and Equipment	6,444.33		6,660.16	
	(b) Capital work-in-progress	229.44		3.14	
	(c) Investment Property	36.68		37.04	
	(d) Other intangible Assets	12.69		0.00	
	(e) Intangible assets under development	88.59		-	
			6,811.73		6,700.34
	(f) Financial Assets				
	i. Investments	92.48		2.58	
	ii. Other financial assets	15.70		18.92	
	(g) Non Current Tax Assets (Net)				
	(h) Other Non-Current Assets	620.40		852.31	
			728.58		873.81
	Sub-total - Non-current Assets		7,540.31		7,574.15
2	Current Assets				
	(a) Inventories	3,770.65		3,857.51	
	(b) Financial Assets				
	i. Trade Receivables	5,260.19		6,229.88	
	ii. Cash and cash equivalents	337.12		386.08	
	iii. Other Financial Assets	59.07		52.67	
	(c) Other Current Assets	930.99		773.56	
	Sub-total - Current Assets		10,358.02		11,299.70
	TOTAL - ASSETS		17,898.33		18,873.85
B	EQUITY AND LIABILITIES				
1	Equity				
	(a) Equity Share Capital	393.46		393.46	
	(b) Other Equity	8,003.36		7,805.02	
	Sub-total - Shareholders' funds		8,396.82		8,198.48
	LIABILITIES				
2	Non-current liabilities				
	(a) Financial Liabilities				
	i. Borrowings	-		-	
	(b) Provisions	150.72		107.20	
	(c) Deferred Tax Liabilities (Net)	979.54		983.86	
	(d) Liabilities for tax (Net)	1,064.20		1,084.13	
	Sub-total - Non-current liabilities		2,194.46		2,175.19
3	Current liabilities				
	(a) Financial Liabilities				
	i. Short-term borrowings	2,400.99		3,338.06	
	ii. Trade payables				
	(A) Total outstanding dues of micro enterprises and small enterprises	780.43		491.58	
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,397.17		2,831.67	
	iii. Other Financial Liabilities	1,387.15		1,657.00	
	(b) Other current liabilities	320.26		116.19	
	(c) Provisions	21.05		36.13	
	(d) Liabilities for tax (Net)	-		29.55	
	Sub-total - Current liabilities		7,307.05		8,500.18
	TOTAL - EQUITY AND LIABILITIES		17,898.33		18,873.85



Cash Flow Statement for the year ended 31st March, 2020:		Rs. in lacs	
		For the year ended 31.03.2020	For the year ended 31.03.2019
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit / (Loss) before Tax	300.13	649.29
	Adjustments for:		
	Depreciation and Amortization	542.33	494.50
	Unrealised (Gain) / loss on Foreign Exchange Fluctuations	253.91	(54.00)
	Other adjustments	(67.28)	34.71
	Profit / (Loss) on Sale of fixed assets	(0.83)	-
	Advance written off	171.73	
	Payable written back	(280.96)	
	Provision for leave encashment	28.44	9.72
	Interest Income	(32.74)	(37.75)
	Interest Expenses	152.82	164.93
	Cash Generated Before Working Capital Changes	1,067.55	1,261.40
	Movement In Working Capital		
	Increase / (Decrease) in Trade Payables	(149.46)	333.44
	Increase / (Decrease) in Other Financial Liabilities	(14.97)	737.92
	Increase / (Decrease) in Other Liabilities	204.07	(163.23)
	(Increase) / Decrease in Trade Receivables	813.51	(978.06)
	(Increase) / Decrease in Inventories	86.86	(571.12)
	(Increase) / Decrease in Other Financial Assets	(1.98)	1.06
	(Increase) / Decrease in Other Assets	(204.60)	(258.27)
	Cash Generated From Operations	1,800.98	363.14
	Direct Taxes Paid (net)	(88.31)	(111.27)
	Net Cash Flow From / (Used in) Operating Activities	1,712.67	251.87
B.	CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
	Purchase of PPE and Intangible Assets	(618.47)	(365.42)
	Proceeds from Sale of PPE	1.56	-
	Purchase of Non Current Investments /Advance	-	(90.00)
	Deposit made for Margin money for Bank Guarantee	(2.34)	-
	Sale of Non Current Investments	0.10	-
	Interest Income Received	31.54	38.24
	Net Cash Flow From / (Used in) Investing Activities	(587.61)	(417.18)
C.	CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		
	Proceeds from/(to) Short - Term Borrowings (Net) *	(1,030.99)	360.07
	Dividend paid	-	(0.01)
	Interest Paid	(143.61)	(164.93)
	Net Cash Flow From / (Used in) Financing Activities	(1,174.60)	195.13
	Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(49.54)	29.82
	Cash and Cash Equivalents at the beginning of the year	384.32	354.48
	Cash and Cash Equivalents at the end of the year	334.78	384.30
	Components of Cash and Cash Equivalents		
	Cash and cheques on Hand	22.92	23.95
	Balances with Banks		
	-On Current Accounts	11.86	60.37
	-On Deposit Accounts	300.00	300.00
	Cheques, Drafts on hand	-	-
	Cash and cash Equivalent	334.78	384.32
	Non Cash Investment/Financing Activities		
	*Foreign Exchange Movement	93.92	(43.67)
The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS - 7 on Cash Flow Statements.			



Notes :

- 1 The operations of the Company relate only to one segment viz., friction materials.
- 2 The above audited financial results of the Company have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015. These results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on 27th June, 2020. The Statutory Auditors have carried out an audit for the year ended 31st March, 2020 and have issued an unqualified report thereon.
- 3 The spread of COVID-19 has impacted global economic activity as has been witnessed in several countries. There have been severe disruptions in businesses in India during the Lock down period. The Company has resumed production and Export and domestic sales are picking up. The situation is evolving and the assessment of impact due to COVID-19 is a continuous process, given the uncertainties. Management has conducted the possible impact of known events arising from COVID-19 pandemic in the preparation of these financial statements and has analysed events post Balance Sheet date and believes that there will not be any material effect on the carrying values of the assets and liabilities of the Company on the reporting date and there is no change in its ability to continue as a Going Concern.
- 4 Other Comprehensive Income mainly comprise of the impact on movement in fair value of Non-Current Investments in Equity and Remeasurement of Defined Plan Benefits
- 5 The figures for the last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial years ended 31.03.2020 / 31.03.2019.
- 6 Prior period figures have been regrouped wherever necessary to conform to current period classification.

Chennai
27th June, 2020

On behalf of the Board
For SUNDARAM BRAKE LININGS LIMITED
KRISHNA
Digitally signed by
KRISHNA MAHESH
MAHESH
Date: 2020.06.27
13:51:53 +05'30'
KRISHNA MAHESH
MANAGING DIRECTOR

Visit our website : www.tvsbrakelinings.com



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Sundaram Brake Linings Limited

Report on the Audit of Standalone Financial Results

Opinion

We have audited the accompanying Standalone annual financial results of **Sundaram Brake Linings Limited** (hereinafter referred to as the "Company") for the year ended March 31 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note No 3 of the Financial results where in the Company has disclosed its assessment of COVID- 19 pandemic. As mentioned therein, the assessment of the Management does not indicate any material effect on the carrying value of its assets and liabilities of the Company on the reporting date or any adverse change in the ability of the Company to continue as a Going Concern. The assessment of Management is dependent on the circumstance as they evolve considering the uncertainties prevailing in the economic situation.

Our opinion is not modified in respect of this matter.



Board of Directors' Responsibilities for the Standalone Financial Results

These Standalone financial results have been prepared on the basis of the Standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these Standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Board of Directors of the company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Standalone financial results by the Directors of the Company, as aforesaid.

In preparing the Standalone financial results, the Board of Directors of the company are responsible for assessing the ability of the Company, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone financial results, including the disclosures, and whether the Standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company, we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

The Financial Results include the results for the quarter ended March 31 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Place: Chennai
Date: June 27, 2020

For M/s BRAHMAYYA & CO
Chartered Accountants
Firm Registration Number: 000511 S



K. Jitendra Kumar
K JITENDRAKUMAR
Partner
Membership No. 201825
UDIN: 20201825AAAACY4949