Geared for life

BHARAT GEARS LIMITED

Regd. Office & Works :
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P.O. Amar Nagar, Faridabad - 121003 (Haryana) INDIA
Tel. : +91 (129) 4288888, Fax : +91 (129) 4288822-23
E-mail : info@bglindia.com
Corporate Identity Number : L29130HR1971PLC034365

BGL/SEC/NSE/3/MAY 2016-2017

May 24, 2016

The Manager (Listing)
National Stock Exchange of India Ltd
"Exchange Plaza", 5th Floor,
Plot No. C-1, G - Block,
Bandra Kurla Complex,
Bandra (E),
Mumbai - 400051

SYMBOL: BHARATGEAR

BGL/SEC/BSE/2/MAY 2016-2017

The Manager (Listing)
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building
PJ Towers, Dalal Street
Fort, Mumbai – 400001

STOCK CODE: 505688

Sub: Outcome of Board Meeting 1/16-17

Dear Sir/Madam,

Pursuant to the Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 ("the Regulations"), we are enclosing herewith Audited Financial Results of the Company for the quarter and year ended March 31, 2016 approved by the Board of Directors of the Company at its Meeting held on May 24, 2016 in terms of Regulation 33 of the Regulations.

You are requested to kindly take the same on records.

Thanking you,

Yours faithfully,
For **BHARAT GEARS LIMITED**

BHARAT GEARS LIMITED * FARIDABAD *

Prashant Khattry
Head (Legal) & Company Secretary

Encl: As above

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Deloitte
Haskins & Sells

Chartered Accountants
Tower 3, 27th - 32nd Floor
Indiabulls Finance Centre
Elphinstone Mill Compound
Senapati Bapat Marg
Elphinstone (W), Mumbai - 400 013
India

Tel: +91 (22) 6185 4000
Fax: +91 (22) 6185 4501/4601

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS OF
BHARAT GEARS LIMITED

1. We have audited the accompanying Statement of Financial Results of **BHARAT GEARS LIMITED** ("the Company") for the year ended 31 March, 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.

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 March, 2016.

Deloitte
Haskins & Sells

4. The Statement includes the results for the Quarter ended 31 March, 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. 117365W)

Saira Nainar
Partner
(Membership No.040081)

Mumbai, 24 May, 2016

FORM A
(for audit report with unmodified opinion)

1.	Name of the Company:	Bharat Gears Limited
2.	Annual financial statements for the year ended	31 March, 2016
3.	Type of Audit observation	Unmodified
4.	Frequency of observation	Not Applicable
5.	To be signed by- Surinder P. Kanwar Chairman and Managing Director Milind Pujari Chief Financial Officer Rakesh Chopra Audit Committee Chairman Auditor of the Company Refer our Audit Report dated 24 May, 2016 on the Financial Statements of the Company For DELOITTE HASKINS & SELLS Chartered Accountants (Firm's Registration No. 117365W) Saira Nainar (Partner) (Membership No. 040081) Mumbai, 24 May, 2016	

BHARAT GEARS LIMITED * FARIDABAD *

BHARAT GEARS LIMITED

Registered Office: 20 K. M. Mathura Road, P. O. Amar Nagar, Faridabad - 121 003 (Haryana)

Part I

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

(₹ in lacs)

	Particulars	Quarter ended			Current Year ended	Previous Year ended
		31.03.2016	31.12.2015	31.03.2015	**31.03.2016**	31.03.2015
		(Audited) Refer note 7	(Unaudited)	(Audited) Refer note 7	(Audited)	
1	Income from operations					
	(a) Net sales/income from operations (net of excise duty)	**9,706**	8,820	11,150	**38,685**	40,779
	(b) Other operating income (Refer Note 3)	**253**	213	187	**1,063**	710
	Total income from operations (net)	**9,959**	9,033	11,337	**39,748**	41,489
2	Expenses					
	(a) Cost of materials consumed	**4,317**	4,198	5,316	**17,918**	20,228
	(b) Changes in inventories of finished goods and work-in-progress	**406**	(132)	194	**716**	(562)
	(c) Employee benefits expense (Refer Note 4)	**1,750**	1,844	1,960	**7,458**	7,780
	(d) Power and fuel	**661**	658	835	**2,885**	3,689
	(e) Depreciation and amortisation expense (Refer Note 5)	**408**	413	209	**1,650**	1,395
	(f) Other expenses	**1,909**	1,929	2,308	**7,707**	8,176
	Total expenses	**9,451**	8,910	10,822	**38,334**	40,706
3	Profit from operations before other income, finance costs and exceptional items (1-2)	**508**	123	515	**1,414**	783
4	Other income (Refer Note 6)	**59**	25	31	**254**	209
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	**567**	148	546	**1,668**	992
6	Finance costs	**389**	377	444	**1,616**	1,635
7	Profit/(loss) from ordinary activities after finance costs but before exceptional items (5-6)	**178**	(229)	102	**52**	(643)
8	Exceptional items	**-**	-	-	**-**	-
9	Profit/(loss) from ordinary activities before tax (7-8)	**178**	(229)	102	**52**	(643)
10	Tax expense (net)	**71**	(77)	(216)	**28**	(222)
11	Net profit/(loss) from ordinary activities after tax (9-10)	**107**	(152)	318	**24**	(421)
12	Extraordinary items (net of tax expense)	**-**	-	-	**-**	-
13	Net profit/(loss) (11-12)	**107**	(152)	318	**24**	(421)
14	Paid-up equity share capital (Face value ₹ 10/- per share)	**782**	782	782	**782**	782
15	Reserves excluding revaluation reserves				**5,862**	5,838
16.i	Earnings per share (before extraordinary items) [of ₹ 10 /- each (* not annualised)] Basic and diluted (₹)	*** 1.37**	* (1.94)	* 4.07	**0.31**	(5.38)
16.ii	Earnings per share (after extraordinary items) [of ₹ 10 /- each (* not annualised)] Basic and diluted (₹)	*** 1.37**	* (1.94)	* 4.07	**0.31**	(5.38)

BHARAT GEARS LIMITED
Registered Office: 20 K. M. Mathura Road, P. O. Amar Nagar, Faridabad - 121 003 (Haryana)

Notes:

1. The above financial results as reviewed and recommended by the Audit Committee held on May 23, 2016 and have been approved by the Board of Directors at its meeting held on May 24, 2016.

2. The Company is primarily engaged in the Automotive Gears business and all other activities revolving around the same. Risks and rewards involved in sales to overseas customers are not significantly different from those attributable to domestic market. As such there is no other separate reportable segment as defined by Accounting Standard – 17 "Segment Reporting".

3. Other operating income includes:

(₹ in lacs)

Particulars	Quarter ended			Current Year ended	Previous Year ended
	31.03.2016	31.12.2015	31.03.2015	**31.03.2016**	31.03.2015
	(Audited) Refer note 7	(Unaudited)	(Audited) Refer note 7	(Audited)	
Export Incentives	**186**	117	80	**717**	263

4. Employee benefits expense includes:

(₹ in lacs)

Particulars	Quarter ended			Current Year ended	Previous Year ended
	31.03.2016	31.12.2015	31.03.2015	**31.03.2016**	31.03.2015
	(Audited) Refer note 7	(Unaudited)	(Audited) Refer note 7	(Audited)	
Voluntary retirement scheme expense	**3**	9	-	**80**	204

5. The depreciation and amortisation expense for the quarter and year ended March 31, 2015 was lower by ₹ 189 lacs in view of accounting for change in the method of depreciation from written down value method to straight line method for certain assets effective April 01, 2014.

6. Other income includes:

(₹ in lacs)

Particulars	Quarter ended			Current Year ended	Previous Year ended
	31.03.2016	31.12.2015	31.03.2015	**31.03.2016**	31.03.2015
	(Audited) Refer note 7	(Unaudited)	(Audited) Refer note 7	(Audited)	
Net exchange gain/(loss)	**15**	12	(20)	**161**	110

7. Figures of the quarter ended March 31, 2016 and March 31, 2015 are the balancing figures between audited figures in respect of the full financial year and published year to date figures upto the third quarter of the relevant financial year, which were subjected to limited review.

8. Statement of Assets and Liabilities:

(₹ in lacs)

	Particulars	As at 31.03.2016	As at 31.03.2015
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' funds**		
	(a) Share capital	**782**	782
	(b) Reserves and surplus	**6,310**	6,286
	Sub-total - Shareholders' funds	**7,092**	7,068
2	**Non-current liabilities**		
	(a) Long-term borrowings	**5,143**	4,888
	(b) Other long-term liabilities	**1,060**	1,234
	(c) Long-term provisions	**448**	456
	Sub-total - Non-current liabilities	**6,651**	6,578
3	**Current liabilities**		
	(a) Short-term borrowings	**2,578**	3,349
	(b) Trade payables	**7,552**	9,575
	(c) Other current liabilities	**2,835**	2,834
	(d) Short-term provisions	**112**	130
	Sub-total - Current liabilities	**13,077**	15,888
	TOTAL - EQUITY AND LIABILITIES	**26,820**	29,534
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	**11,843**	13,046
	(b) Deferred tax assets (net)	**41**	56
	(c) Long-term loans and advances	**769**	804
	(d) Other non-current assets	**51**	47
	Sub-total - Non-current assets	**12,704**	13,953
2	**Current assets**		
	(a) Inventories	**5,734**	6,491
	(b) Trade receivables	**6,290**	7,164
	(c) Cash and cash equivalents	**583**	553
	(d) Short-term loans and advances	**908**	1,133
	(e) Other current assets	**601**	240
	Sub-total - Current assets	**14,116**	15,581
	TOTAL - ASSETS	**26,820**	29,534

9. Previous year/period's figures have been regrouped/reclassified wherever necessary.

For and on behalf of the Board of Directors

SURINDER P. KANWAR
Chairman & Managing Director

Place: Mumbai
Date: May 24, 2016