Geared for life

BHARAT GEARS LIMITED

Regd. Office & Works :
20 K.M. Mathura Road, P.O. Box 328
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/JANUARY 2017-2018

BGL/SEC/BSE/2/JANUARY 2017-2018

January 31, 2018

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

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

SYMBOL: BHARATGEAR

STOCK CODE: 505688

Sub: Outcome of Board Meeting 4/17-18

Dear Sir/Madam,

Pursuant to the Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 ("the Regulations"), we are enclosing herewith Un-Audited Financial Results of the Company along with Limited Review Report thereon for the quarter ended December 31, 2017 approved by the Board of Directors of the Company at its Meeting held on January 31, 2018 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**

Prashant Khattry
Head (Legal) & Company Secretary

Encl: As above

BHARAT GEARS LIMITED * FARIDABAD

S R B C & CO LLP
Chartered Accountants

14th Floor, The Ruby
29 Senapati Bapat Marg
Dadar (West)
Mumbai-400 028, India
Tel : +91 22 6192 0000
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Limited Review Report

Review Report to
The Board of Directors
Bharat Gears Limited

We have reviewed the accompanying statement of unaudited standalone financial results of Bharat Gears Limited (the 'Company') for the quarter ended December 31, 2017 and year to date from April 1, 2017 to December 31, 2017 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (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 Statement is 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, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised 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, 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.

SRBC & CO LLP
MUMBAI
CHARTERED ACCOUNTANTS

The comparative financial information of the Company for the corresponding quarter and nine months period ended December 31, 2016 included in the accompanying Statement are based on the previously issued financial results prepared in accordance with the recognition and measurement principles of Accounting Standard 25 "Interim Financial Reporting", as specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India and reviewed by the predecessor auditor whose report for the corresponding quarter and nine months period ended December 31, 2016 dated January 31, 2017, expressed an unmodified opinion on those financial results, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been reviewed by us.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm registration number: 324982E/E300003

per Pramod Kumar Bapna
Partner
Membership No.: 105497

S R B C & CO LLP * MUMBAI * CHARTERED ACCOUNTANTS

New Delhi
January 31, 2018

BHARAT GEARS LIMITED
CIN: L29130HR1971PLC034365
Registered Office: 20 K. M. Mathura Road, P. O. Amar Nagar, Faridabad - 121003 (Haryana)

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

(₹ in lacs)

	Particulars	Quarter ended			Nine months ended	Nine months ended
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from operations (Refer Note 8)	**12,950**	12,577	10,969	**36,895**	32,037
2	Other income	**18**	18	49	**67**	124
3	Total income (1+2)	**12,968**	12,595	11,018	**36,962**	32,161
4	Expenses					
	(a) Cost of materials and components consumed	**6,218**	5,853	4,795	**17,353**	14,333
	(b) Changes in inventories of finished goods and work-in-progress	**(444)**	110	(219)	**(540)**	(676)
	(c) Employee benefits expense (Refer Note 7)	**2,163**	2,131	1,944	**6,342**	6,088
	(d) Finance costs	**406**	463	370	**1,235**	1,120
	(e) Depreciation and amortisation expense	**476**	453	412	**1,353**	1,241
	(f) Other expenses (Refer Note 8)	**3,763**	3,363	3,641	**10,756**	10,555
	Total expenses	**12,582**	12,373	10,943	**36,499**	32,661
5	Profit/(loss) before tax (3-4)	**386**	222	75	**463**	(500)
6	Tax expense					
	1. Current tax	**182**	30	13	**212**	13
	2. Deferred tax	**(77)**	36	17	**(81)**	(163)
7	Net profit/(loss) for the period (5-6)	**281**	156	45	**332**	(350)
8	Other comprehensive income/(loss)					
	(i) Items that will not be reclassified to profit or loss	**(3)**	(3)	8	**(9)**	25
	(ii) Income tax relating to items that will not be reclassified to profit or loss	**1**	1	(2)	**3**	(8)
9	Total comprehensive income for the period (7+8)	**279**	154	51	**326**	(333)
10	Earnings per share [of ₹ 10 /- each (* not annualised)] Basic and diluted (₹)	*** 3.50**	* 1.99	* 0.57	*** 4.21**	* (4.48)

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BHARAT GEARS LIMITED * FARIDABAD *

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Notes:

1. The above financial results have been reviewed and recommended by the Audit Committee and have been approved by the Board of Directors at their respective meetings held on January 31, 2018.

2. The statutory auditors of the Company have carried out limited review of the Unaudited Financial Results for the quarter and nine months ended December 31, 2017.

3. The Company adopted Indian Accounting Standard ("Ind AS") from April 1, 2017 and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

4. The financial results for the quarter and nine months ended December 31, 2016 are based on the previously issued financial results prepared in accordance with previous Indian GAAP as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS. The adjustments made to the previously issued financial results to comply with Ind AS have been reviewed by the statutory auditors of the Company.

5. Reconciliation of net profit/(loss) as previously reported on account of transition from the previous Indian GAAP to Ind AS for the quarter and nine months ended December 31, 2016:

(₹ in lacs)

Sr. No.	Particulars	Quarter ended December 31, 2016 Unaudited (Refer Note 4)	Nine months ended December 31, 2016 Unaudited (Refer Note 4)
	Net profit/(loss) for the quarter and nine months under previous Indian GAAP	50	(336)
(a)	Interest income on account of fair valuation	5	14
(b)	Actuarial gain on employees defined benefits plans recognised	(8)	(25)
(c)	Others (net)	(5)	(12)
(d)	Impact of deferred tax on all above adjustments	3	9
	Net profit/(loss) for the quarter and nine months under Ind AS	45	(350)
(e)	Other comprehensive income (net of tax)	6	17
	Total comprehensive profit/(loss) for the quarter and nine months	51	(333)

6. The Company is primarily engaged in the Automotive Gears business and all other activities revolving around the same. As such there is no other separate reportable segment as defined by Ind AS 108 - "Operating Segments".

7. Employee benefits expense includes:

(₹ in lacs)

Particulars	Quarter ended			Nine months ended	Nine months ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Voluntary retirement scheme expense	44	25	-	98	214

8. Consequent to the introduction of Goods and Services Tax (GST) with effect from July 1, 2017, Central Excise, Value Added Tax (VAT), etc. have been subsumed into GST. As per Ind AS 18, revenue from operations for the quarter ended December 31, 2017 and September 30, 2017 is reported net of GST. However, revenue from operations for the quarter ended December 31, 2016 and nine months ended December 31, 2017 and December 31, 2016 is reported inclusive of excise duty with corresponding excise duty expense included in other expenses as under:

(₹ in lacs)

Particulars	Quarter ended			Nine months ended	Nine months ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Excise Duty included in revenue from operations and other expenses	-	-	658	645	2,092

9. In terms of shareholders approval obtained by way of a postal ballot on October 21, 2017, the Company has, on November 03, 2017 allotted 3,25,000 equity shares of face value ₹ 10/- each to a promoter at a price of ₹ 157.32 per share (including a premium of ₹.147.32 per share), aggregating to ₹ 511 lacs on Preferential Allotment basis. Pursuant to this allotment, the share premium account stands increased by ₹ 469 lacs net of share issue expenses of ₹ 10 lacs.

10. Previous 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: New Delhi
Date: January 31, 2018

BHARAT GEARS LIMITED ★ FARIDABAD

SIGNED FOR IDENTIFICATION BY
S R B C & CO LLP
MUMBAI