

**SGL-27/Sec/2024-25**

**29<sup>th</sup> July, 2024**

**National Stock Exchange of India Limited**

Exchange Plaza, 5<sup>th</sup> Floor  
Plot No.C-1, Block G  
Bandra-Kurla Complex  
Bandra (E),  
Mumbai - 400 051

**Bombay Stock Exchange Limited**

1<sup>st</sup> Floor  
New Trading Ring, Rotunda Building  
P J Towers, Dalal Street  
Fort,  
Mumbai - 400 001

**Stock Code: SHANTIGEAR  
Through NEAPS**

**Stock Code: 522034  
Through BSE Listing Centre**

Dear Sir / Ma'am,

**Sub: Outcome of Board Meeting held on 29<sup>th</sup> July, 2024**

Further to our letter dated 19<sup>th</sup> July 2024, intimation of the Board Meeting to consider and approve the Unaudited Standalone Financial Results of the Company for the quarter ended 30<sup>th</sup> June, 2024.

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), we wish to inform you that the Board of Directors at their Meeting held today has inter alia, approved the Unaudited Standalone Financial Results of the Company for the quarter ended 30<sup>th</sup> June, 2024. In this regard, a copy of the said Financial Results together with the Limited Review Report of M/s. MSKA & Associates, Chartered Accountant & Statutory Auditor of the Company is enclosed herewith.

An extract of the aforesaid financial results in the manner prescribed under the SEBI Listing Regulations will be published in English and Tamil newspapers within the time stipulated. A copy of the press release made with regarding to the Unaudited Financial Results for the quarter ended 30<sup>th</sup> June, 2024 is further enclosed.

The Meeting of the Board of Directors commenced at 12.15 p.m. and concluded at 2.10 p.m. This is for your kind information and records.

Thanking you,

Yours faithfully,

**For Shanthi Gears Limited**

**Walter Vasanth P J  
Company Secretary & Compliance Officer**

**Shanthy Gears Limited**

CIN: L29130TZ1972PLC000649

Regd. Office: 304-A, Trichy Road, Singanallur, Coimbatore-641005 | Tel: +91-422-4545745 | Fax: +91-422-4545700  
Email: waltervasanthpj@shanthygears.murugappa.com | Website: www.shanthygears.com

**Statement of Unaudited Financial Results for the Quarter ended 30 June 2024**

₹ Crores

SI No	Particulars	Quarter ended			Year ended
		30.06.2024	31.03.2024	30.06.2023	31.03.2024
		Unaudited	Audited (Refer Note 3)	Unaudited	Audited
1	Revenue from Operations	138.82	153.64	121.45	536.05
	Other Income	3.39	9.52	3.99	21.06
	<b>Total Income</b>	<b>142.21</b>	<b>163.16</b>	<b>125.44</b>	<b>557.11</b>
2	<b>Expenses</b>				
	Cost of materials consumed	78.13	74.21	54.49	262.26
	Changes in inventories of finished goods and work-in-progress	(13.77)	(0.38)	2.57	(5.63)
	Employee benefits expense	19.60	17.56	22.66	76.83
	Depreciation and amortisation expense	3.09	4.22	2.97	13.21
	Other expenses	26.21	35.64	18.63	100.80
	<b>Total Expenses</b>	<b>110.00</b>	<b>101.00</b>	<b>101.00</b>	<b>447.47</b>
3	<b>Profit before tax (1-2)</b>	<b>28.95</b>	<b>31.91</b>	<b>24.12</b>	<b>109.64</b>
4	<b>Tax Expense</b>				
	Current tax	7.54	6.82	6.61	28.04
	Deferred tax (benefit) / charge	(0.25)	(0.59)	(0.61)	(0.65)
	<b>Total tax expense</b>	<b>7.29</b>	<b>6.23</b>	<b>6.00</b>	<b>27.39</b>
5	<b>Profit after tax (3-4)</b>	<b>21.66</b>	<b>25.68</b>	<b>18.12</b>	<b>82.25</b>
6	Other Comprehensive Loss (net of tax)				
	Items that will not be reclassified to Statement of Profit and Loss in subsequent periods:				
	Re-measurement (Loss) on Defined Benefit Obligations (Net)	(0.12)	(2.45)	(0.33)	(1.20)
	Income tax relating to item that will not be reclassified to Statement of Profit or Loss in subsequent periods	0.03	0.61	0.08	0.30
	Other comprehensive (Loss) for the period / year	(0.09)	(1.84)	(0.25)	(0.90)
7	<b>Total Comprehensive Income (5+6)</b>	<b>21.57</b>	<b>23.84</b>	<b>17.87</b>	<b>81.35</b>
8	Paid up equity share capital (Face Value of ₹1 each)	7.67	7.67	7.67	7.67
9	Reserves and Surplus (i.e. Other Equity)				337.64
10	Earnings Per Share (EPS) of Face value of ₹1 each (Not annualised for the quarters)				
	Basic EPS ₹	2.82	3.35	2.36	10.72
	Diluted EPS ₹	2.82	3.35	2.36	10.72

**Notes**

1. The unaudited financial results have been prepared in accordance with the recognition and measurement principles provided in Indian Accounting Standards (Ind AS 34) on 'Interim Financial Reporting', the provisions of the Companies Act, 2013 ("the Act"), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI) under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The above Financial Results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 29 July 2024. The statement of financial results for the quarter ended 30 June 2024 has been reviewed by the Statutory Auditors of the company.

2. The Company's main business is manufacture of Gears, Gear Boxes and Spares. There are no separate reportable segments as per Ind AS 108 - Operating Segments.

3. The figures of the quarter ending 31 March 2024 are balancing figures between the audited figures in respect of the previous financial year and the published year-to-date figures upto the third quarter of the previous financial year which were subjected to a limited review.

4. Previous periods' figures have been re-grouped / re-classified, where necessary to make it comparable with the current period.

5. The date on which the Code of Social Security, 2020 ('The Code') relating to employee benefits during employment and post-employment benefits will come into effect is yet to be notified and the related rules are yet to be finalised. The Company will evaluate the code and its rules, assess the impact, if any and account for the same once they become effective.

6. The above financial results are also available on our website www.shanthygears.com

Place : Coimbatore  
Date : 29 July 2024



For Shanthy Gears Limited

**M Karunakaran**  
Whole-time Director  
DIN: 09004843



**Independent Auditor's Review Report on unaudited financial results of Shanthi Gears Limited for the quarter pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

**To The Board of Directors of Shanthi Gears Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Shanthi Gears Limited (hereinafter referred to as 'the Company') for the quarter ended June 30, 2024 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder ('Ind AS 34') and other recognised accounting principles generally accepted in India and is in compliance with the Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 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 Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The Statement of the Company for the quarter ended June 30, 2023 was reviewed by another auditor whose report dated July 26, 2023 expressed an unmodified conclusion on that Statement.

Our conclusion is not modified in respect of the above matter.

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No.105047W

*Geetha Jeyakumar*

Geetha Jeyakumar  
Partner  
Membership No.:029409  
UDIN: 24029409BKDENP2365



Place: Chennai  
Date: July 29, 2024

## **Financial Results of Shanthi Gears Limited in Q1 2024-25**

### **Net Profit up by 20% and Revenue up by 14%**

The Board of Directors of Shanthi Gears Limited (SGL), a subsidiary of Tube Investments of India Limited (TII), met today and approved the financial results for the quarter ended 30<sup>th</sup> June 2024.

#### **Highlights**

The Company continues to focus on 4 key priorities of Revenue, Profitability, Return on Invested Capital (ROIC) and Free Cash Flow (FCF).

- Revenue of ₹ 138.8 Crs in the quarter with a growth of 14% over Q1 of previous year.
- The Profit before tax for the quarter up by 20% at ₹ 29.0 Crores as against ₹ 24.1 Crores in Q1 of previous year.
- Achieved Return on average Invested Capital (ROIC) of 52% in Q1.
- The Company generated Free Cash Flow of ₹ 21.1 Crores during Q1.

During the quarter the Company booked orders worth of ₹ 160 Crores (14% growth over corresponding quarter of the previous year). Unexecuted order book as on 30<sup>th</sup> June 2024 was Rs.343 Crs.