sona
Driving Tomorrow

11th August, 2017

The BSE Limited
Department of Corporate Services
Floor 1, New Trading Ring
Rotunda Building. P.J. Towers
Dalal Street, Fort
Mumbai 400 001.
Scrip Code - 520057

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block
Bandra – Kurla Complex
Bandra (E)
Mumbai 400 051.
Symbol – SONASTEER; Series – EQ

Sub : Unaudited Stand-alone Financial Results for the first quarter ended 30th June, 2017.

Dear Sir,

Pursuant to applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of SONA KOYO STEERING SYSTEMS LIMITED in their meeting held on 11th August, 2017 has taken on record the enclosed Un-audited Stand-alone Financial Results along with Auditors' Limited Review Report for the first quarter ended 30th June, 2017.

In the aforesaid Board Meeting, the Board of Directors also :

- Took note of the resignation tendered by Mr. Prasan Abhaykumar Firodia from the Directorship of the Company;
- Appointed Lt.Gen.(Retd.) Shamsher Singh Mehta (Independent Director), as one of the members of the Nomination and Remuneration Committee, in place of Late Mr. Prem Kumar Chadha and appointed Mr. Ravi Bhoothalingam as Chairman of the Committee; and
- Appointed Mr. Hidekazu Omura (Non-Executive Chairman), as one of the members of the Corporate Social Responsibility Committee, in place of Late Mr. Prem Kumar Chadha,

This is for your information and record.

Thanking you,

Yours faithfully,
For **SONA KOYO STEERING SYSTEMS LTD.**

SUDHIR CHOPRA
DIRECTOR (CORPORATE AFFAIRS) & COMPANY SECRETARY

SONA KOYO STEERING SYSTEMS LTD

CIN : L29113DL1984PLC018415

Regd.Office : UGF - 6, Indraprakash 21, Barakhamba Road, New Delhi 110001.

Tel : 011-23311924, E-mail : investorgrievance@sonagroup.com, Website : www.sonakoyosteering.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2017

S.No	PARTICULARS	Standalone (₹ in Lakhs.)	
		Quarter ended 30-Jun-17	Corresponding quarter ended 30-Jun-16
		Unaudited	Unaudited
1	Revenue from operations	33,184.74	29,774.09
2	Other income	103.59	72.70
3	Total income (1+2)	33,288.33	29,846.79
4	Expenses		
	(a) Cost of materials consumed	17,992.11	16,979.93
	(b) Excise duty	3,866.59	3,579.68
	(c) Purchases of Stock-In-Trade	1,149.86	477.99
	(d) Changes in inventories of finished goods, Stock-In-Trade and work-in-progress	267.40	(250.92)
	(e) Employee benefits expense	3,608.53	3,374.56
	(f) Finance costs	606.55	650.99
	(g) Depreciation and amortization expense	1,950.54	1,860.14
	(h) Other expenses	3,049.96	2,920.84
	Total expenses	32,491.54	29,593.21
5	Profit / (loss) from operations before exceptional items and tax (3-4)	796.79	253.58
6	Exceptional items	-	-
7	Profit / (loss) before tax (5-6)	796.79	253.58
8	Tax expenses		
	(a) Current year	467.35	364.19
	(b) Earlier years	-	(29.00)
	(c) Deferred Tax	(233.95)	(283.20)
	Total tax expenses	233.40	51.99
9	Net profit / (loss) after tax (7-8)	563.39	201.59
10	Other comprehensive income		
	a) Items that will not be reclassified to profit and loss		
	i) Actuarial gain / (loss) on remeasurement of defined benefit plans	(69.86)	38.50
	ii) Income tax relating to the above	24.18	(13.32)
	b) Items that will be reclassified to profit and loss		
	i) Effective portion of gain / (loss) on hedging instrument in cash flow hedges	(16.53)	(44.09)
	ii) Income tax relating to the above	5.72	15.26
	Total other comprehensive income for the period (a(i+ii)+b(i+ii))	(56.49)	(3.65)
11	Total comprehensive income for the period (9+10)	506.90	197.94
12	Paid up equity share capital (Face value of Re 1/- per share)	1,987.42	1,987.42
13	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-
14	Earnings Per Share (EPS) (Face value of Re 1 per share) (not annualized)		
	(a) Basic	0.28	0.10
	(b) Diluted	0.28	0.10

Notes :

1 The above results for the quarter ended 30th June, 2017, were reviewed by the Audit Committee at their meeting held on 10th August, 2017 and approved by the Board of Directors at their meeting held on 11th August, 2017. The standalone results of the Company for the quarter ended 30th June, 2017 have undergone limited review by the Statutory Auditors.

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2 Segment Reporting : The Company is primarily engaged in the business of auto components of four wheelers, which are governed by the same set of risk and returns and hence there is only one Primary segment. The said treatment is in accordance with the guiding principle enunciated in the Ind-AS on Segment Reporting (Ind-AS-108).

3 The Company has adopted Indian Accounting Standards (Ind-AS) with the transition date of April 1, 2016. Accordingly, the above standalone results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS), as prescribed under section 133 of the Companies Act 2013, and other recognized accounting practices and the policies to the extent applicable.

4 The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November,2015 has been modified to comply with the requirements of SEBI's Circular CIR/CFD/FAC/62/2016 dated 5th July, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.

5 The Ind-AS compliant corresponding figures for the quarter ended 30th June, 2016 have not been subjected to limited review or audit. However the Company's management has exercised necessary due diligence to ensure that such financials results provide a true and fair view of its affairs.

6 Subsequent to acquisition of additional promoters' stake of 25.12% from Sona Autocomp Holding Limited, JTEKT Corporation, Japan shareholding in company increased to 45.22%. In compliance with the provisions of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 JTEKT Corporation, Japan has made an Open Offer for acquisition of additional 26% shares held by Public Shareholders. Post exercise of this option by Public Shareholders, JTEKT Corporation, Japan shareholding in the company now stands at 70.45 % of total shareholding of the Company.

7 Reconciliation of profit after tax reported in accordance with previous Indian GAAP (IGAAP) to Total Comprehensive Income in accordance with Ind-AS is given below for the quarter ended 30th June, 2016 :

Sr No.	Nature of Adjustment	Standalone (₹ in Lakhs.) Corresponding quarter ended 30-Jun-16 Not Subjected to Limited Review
A	Net profit after tax as reported in previous year as per Indian GAAP	309.77
	1 Adjustment for deferred revenue (net of related costs) received in advance in lieu of development expenditure incurred for manufacture and supply of new products	(116.85)
	2 Adjustment of capital spares capitalised as property, plant & equipment (net of depreciation)	17.02
	3 Adjustment for derivatives recognised at fair value	(25.48)
	4 Adjustment for unwinding of discount on long term provisions for warranty recognised at present value	(1.65)
	5 Remeasurement of defined benefit obligations reclassified to other comprehensive income	(38.50)
	6 Effect on deferred tax for above Ind AS adjustments	57.28
B	Total adjustments (1+2+3+4+5+6)	(108.18)
C	Net profit before OCI as per Ind-AS (A+B)	201.59
D	Other comprehensive income (OCI) after tax	
	Remeasurement of defined benefit obligations	38.50
	Adjustment for effective portion of derivative contracts accounted as cash flow hedge	(44.09)
	Income tax effect of above adjustments	1.94
E	Total comprehensive income as per Ind-AS (C+D)	197.94

8 Previous period figures have been regrouped / reclassified wherever necessary to correspond with the current period classification / disclosures.

For and on behalf of the Board of Directors of
Sona Koyo Steering Systems Ltd.

HIDEKAZU OMURA
CHAIRMAN

Place : Gurugram
Dated : August 11, 2017

S.P. PURI & CO. CHARTERED ACCOUNTANTS 4/18, ASAF ALI ROAD NEW DELHI-2

S. P. PURI & CO.
CHARTERED ACCOUNTANTS

4/18, ASAF ALI ROAD, NEW DELHI – 110002
PH : 23274888, 23277410
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Website : www.sppuri.com

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT

Review Report to
TO THE BOARD OF DIRECTORS,
SONA KOYO STEERING SYSTEMS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of SONA KOYO STEERING SYSTEMS LIMITED, UGF-6, INDRAPRAKASH BUILDING, 21, BARAKHAMBA ROAD, NEW DELHI – 110 001 ("the Company") for the quarter ended 30th June, 2017 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05th July, 2016.

2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

3. 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"* 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Standalone Unaudited Financial Results, prepared in accordance with the applicable Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 and other recognized 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 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. We have not reviewed or audited the Standalone Unaudited Financial Results for the quarter ended 30th June, 2016 included in the Statement which have been presented solely based upon the financial information complied by the Management.

For S. P. PURI & CO.,
CHARTERED ACCOUNTANTS
FIRM REGISTRATION No. 001152 N

S. P. PURI & CO. 4/18, ASAF ALI ROAD NEW DELHI-2 CHARTERED ACCOUNTANTS

(VIDUR PURI)
PARTNER
MEMBERSHIP No. 090163

PLACE: GURUGRAM
DATED: 11th AUGUST, 2017