

SML ISUZU LIMITED
(Formerly Swaraj Mazda Limited)

Regd. Office : Village Asron, Distt. Shahid Bhagat Singh Nagar (Nawanshahar) - 144 633, Punjab

**UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE
FIRST QUARTER ENDED 30 JUNE 2012**

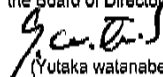
(Rs. Crores)

	Unaudited			Audited
	Quarter Ended			Year Ended
	30.06.2012	31.03.2012	30.06.2011	31.03.2012
INCOME FROM OPERATIONS				
a) Net sales/ Income from operations (Net of Excise Duty)	261.24	298.71	237.27	1028.27
b) Other operating income	1.63	2.31	1.70	7.56
Total income from operations (net)	262.77	301.02	238.97	1035.83
EXPENSES				
a) Cost of materials consumed	222.12	213.83	177.90	770.56
b) Purchase of stock-in-trade	9.67	10.22	6.73	38.09
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(30.66)	8.75	(0.66)	(16.87)
d) Employee benefits expense	18.58	16.89	16.57	67.87
e) Depreciation and amortisation expense	2.88	2.89	2.45	10.44
f) Other expenses	22.09	31.10	20.50	96.54
Total Expenses	244.68	283.88	223.49	966.63
Profit from operations before other income, finance costs and exceptional items	18.09	17.34	15.48	69.20
Other income	1.62	2.90	1.02	6.39
Profit from ordinary activities before finance costs and exceptional items	19.71	20.24	16.50	75.59
Finance cost	2.57	3.20	2.31	10.63
Profit from ordinary activities after finance costs but before exceptional items	17.14	17.04	14.19	64.96
Exceptional and prior period item (Refer to note 3 below)	-	4.88	-	4.88
Profit before tax	17.14	12.16	14.19	60.08
Tax expense	4.90	3.88	4.28	18.21
Net Profit for the period	12.24	8.28	9.91	41.87
Paid-up equity share capital (Face value Rs. 10/-)	14.48	14.48	14.48	14.48
Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	226.72
Basic and Diluted Earning Per Share Rs. (Not Annualised)	8.45	6.72	6.85	28.93
A. PARTICULARS OF SHAREHOLDING				
1. PUBLIC SHAREHOLDING				
- Number of shares	81,09,340	65,17,459	65,17,459	65,17,459
- Percentage of shareholding	56.04%	45.04%	45.04%	45.04%
2. PROMOTERS AND PROMOTER GROUP SHAREHOLDING				
a) Pledged / encumbered				
- Number of shares	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL
b) Non-Encumbered				
- Number of Shares	63,62,306	79,54,187	79,54,187	79,54,187
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	43.96%	54.96%	54.96%	54.96%
B. INVESTOR COMPLAINTS	3 months ended 30.06.12			
Pending at the beginning of the quarter (Nos.)	Nil			
Received during the quarter (Nos.)	Nil			
Disposed of during the quarter (Nos.)	Nil			
Remaining unresolved at the end of the quarter (Nos.)	Nil			

Notes :

- 1 The above unaudited financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 11 August 2012 and 'Limited Review' of the same has been carried out by the Statutory Auditors of the Company. An unmodified opinion has been issued by the Statutory Auditors and same is being filed with the stock exchange alongwith the above results.
- 2 The Company is primarily engaged in the business of Commercial Vehicles and its parts. As the basic nature of these activities are governed by same set of risk and returns, these constitute and have been grouped as single segment in above disclosure as per Accounting Standard 17 dealing with "Segment Reporting".
- 3 Through issue of excise notification no 11/95 dated March 16, 1995 Government sought to lapse Modvat Credit Receivable aggregating Rs. 488 lakhs. Petition filed by the Company and other affected manufacturers with the Delhi High Court challenging the said notification on grounds of law and equity was allowed by the Supreme Court vide Order dated January 28, 1999. Subsequently, the Finance Act, 1999 brought in a retrospective amendment w.e.f. March 16, 1995 in the Central Excise Act, empowering the Central Government to lapse such Modvat. Based on the legal advice obtained by the Company to seek redressal against the action of the Government, the Company had filed a writ petition and was admitted by the Delhi High Court on the ground that the Government action has violated the doctrine of promissory estoppels / expectation principle besides other grounds. However, the Company provided the entire amount of Rs 488 lakhs during the previous quarter and year ended 31 March 2012. In view of the significance of the amount involved, the same has been shown as an exceptional item and disclosed as a prior period adjustment.
- 4 The Company had issued 3,984,948 Equity shares of Rs. 10 each at a premium of Rs. 190 per share on Rights basis on 26 March 2010. The net proceeds (Net of issue expenses Rs. 118.52 lacs) of the Rights issue were utilized for repayment of Allahabad Bank Term Loan Rs. 5,000.00 lacs and for general corporate purposes Rs. 1,051.37 lacs. Out of proceeds of Rs. 1,800.00 lacs earmarked for financing the expansion project, Rs. 937.70 lacs have been utilized for ongoing Phase I of expansion project till 30 June 2012 and Rs. 862.30 lacs are placed with a commercial bank as per terms of Letter of Offer.
- 5 The figures for the quarter ended 31 March 2012 are the balancing figures between audited figures in respect of the full financial year and the year-to-date published figures upto the period ended 31 December 2011 which were only reviewed and not subject to audit.
- 6 Previous period figures have been regrouped / recast, wherever necessary to confirm to current period classification.

For and on behalf of
the Board of Directors


(Yutaka watanabe)
Managing Director & CEO

SML ISUZU LIMITED
(Formerly Swaraj Mazda Limited)

PRESS RELEASE

11th August, 2012

- 1) For the April-June 2012, First Quarter of current fiscal, the **Company achieved highest-ever Profit Before Tax (PBT)**. On net revenue of Rs. 262.77 crores (Rs. 238.97 crores), PBT at Rs. 17.14 crores (Rs. 14.19 crores) is up 21%. Profit After Tax (PAT) at Rs. 12.24 crores is up 24%. Better product-mix and control over costs have been the key drivers for this financial performance.

Unaudited Financial Results taken on record by the Company's Board of Directors on 30th June, 2012 are attached.

- 2) In respect of recent press reports with regard to ***setting up new project by Isuzu Motors in India*** to assemble and sell light commercial vehicles, ISUZU & SML hereby clarify that vehicles of GVW above 3.5 ton will be produced at SML Isuzu's plant situated in Punjab.

B S R and Company

Chartered Accountants

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DLF Cyber City, Phase - II
Gurgaon - 122 002 (India)

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Review report to the Board of Directors of SML Isuzu Limited

1. We have reviewed the accompanying statement of unaudited financial results of SML Isuzu Limited ('the Company') for the quarter ended 30 June 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. 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 unaudited financial results based on our review.
2. 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.
3. We state that based on our review conducted above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the accounting standards as specified in the Companies (Accounting Standards) Rules 2006, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Company
Chartered Accountants
Firm Registration No.: 128032W



Rajesh Arora
Partner
Membership No.: 076124

Place : New Delhi
Date : 11 August 2012