

SML ISUZU LIMITED
(Formerly Swaraj Mazda Limited)

Regd. Office : Village Asron, Distt. Shahid Bhagat Singh Nagar (Nawanshahar) - 144 533, Punjab

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2012**

PART I						(Rs. Crores)
Particulars	Unaudited					Audited
	Quarter ended			Half year ended		Year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
INCOME FROM OPERATIONS						
a) Net sales/income from operations (net of excise duty)	261.34	261.24	246.54	522.58	483.81	1028.27
b) Other operating income	1.57	1.53	1.82	3.10	3.52	7.56
Total income from operations (net)	262.91	262.77	248.36	525.68	487.33	1035.83
EXPENSES						
a) Cost of materials consumed	209.15	222.12	182.93	431.27	360.83	770.56
b) Purchase of stock-in-trade	9.69	9.67	12.97	19.36	19.70	38.09
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(20.47)	(30.66)	(8.59)	(51.13)	(9.25)	(16.87)
d) Employee benefits expense	18.83	18.58	17.33	37.41	33.90	67.87
e) Depreciation and amortisation expense	3.06	2.88	2.54	5.94	4.99	10.44
f) Other expenses	22.96	22.09	22.75	45.05	43.25	96.54
Total Expenses	243.22	244.68	229.93	487.90	453.42	966.63
Profit from operations before other income, finance costs and exceptional items	19.69	18.09	18.43	37.78	33.91	69.20
Other income	1.68	1.62	1.32	3.30	2.34	6.39
Profit from ordinary activities before finance costs and exceptional items	21.37	19.71	19.75	41.08	36.25	75.59
Finance cost	4.03	2.57	2.25	6.60	4.56	10.63
Profit from ordinary activities after finance costs but before exceptional items	17.34	17.14	17.50	34.48	31.69	64.96
Exceptional and prior period item (Refer to note 5 below)	-	-	-	-	-	4.88
Profit before tax	17.34	17.14	17.50	34.48	31.69	60.08
Tax expense	4.41	4.90	5.64	9.31	9.92	18.21
Net Profit for the period	12.93	12.24	11.86	25.17	21.77	41.87
Paid-up equity share capital (Face value Rs. 10/- per share)	14.48	14.48	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)	8.94	8.45	8.19	17.39	15.03	28.93

PART II						
Select Information for the quarter and six months ended 30 September 2012						
Particulars	Quarter ended			Half year ended		Year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
A. PARTICULARS OF SHAREHOLDING						
1. PUBLIC SHAREHOLDING						
- Number of shares	81,09,340	81,09,340	65,17,459	81,09,340	65,17,459	65,17,459
- Percentage of shareholding	56.04%	56.04%	45.04%	56.04%	45.04%	45.04%
2. PROMOTERS AND PROMOTER GROUP SHAREHOLDING						
a) Pledged / encumbered						
- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
b) Non-Encumbered						
- Number of Shares	63,62,306	63,62,306	79,54,187	63,62,306	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%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	43.96%	43.96%	54.96%	43.96%	54.96%	54.96%
B. INVESTOR COMPLAINTS	3 months ended 30.09.2012					
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 Statement of Assets and Liabilities as at 30 September 2012:

		(Rs. Crores)	
Particulars		Unaudited	Audited
		30.09.2012	31.03.2012
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital		14.48	14.48
(b) Reserves and Surplus		251.90	226.72
Sub total-Shareholders' Funds		266.38	241.20
2 Non-current liabilities			
(a) Deferred tax liabilities (Net)		10.09	10.12
(b) Other Long term liabilities		13.78	15.43
(c) Long-term provisions		20.99	20.33
Sub total-Non-current liabilities		44.86	45.88
3 Current liabilities			
(a) Short-term borrowings		197.95	100.00
(b) Trade payables		153.53	163.42
(c) Other current liabilities		34.67	39.91
(d) Short-term provisions		19.89	31.60
Sub total-Current liabilities		406.04	334.93
TOTAL		717.28	622.01
B ASSETS			
1 Non Current Assets			
(a) Fixed assets		147.22	143.39
(b) Long-term loans and advances		13.06	12.66
Sub total-Non-current assets		160.28	156.05
2 Current Assets			
(a) Inventories		281.59	226.39
(b) Trade receivables		174.18	121.02
(c) Cash and Bank Balance		68.60	87.96
(d) Short-term loans and advances		29.03	26.89
(e) Other current assets		3.60	3.70
Sub total-Current assets		557.00	465.96
TOTAL		717.28	622.01

2 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 8 November 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.

3 The statement of unaudited financial results for the quarter and six months ended 30 September 2012 has been prepared following the same accounting policies as those followed in the annual financial statements for the year ended 31 March 2012.

4 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".

5 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 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.

6 The Company had issued 3,984,946 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. 1082.20 lacs have been utilized for ongoing Phase I of expansion project till 30 September 2012 and Rs. 717.80 lacs are placed with a commercial bank as per terms of Letter of Offer.

7 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