Sundram Fasteners Limited

REGISTERED & CORPORATE OFFICE
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November 9, 2011

National Stock Exchange of India Limited
Exchange Plaza 5th Floor
Plot No. C/1 G Block
Bandra-Kurla Complex
Bandra East
Mumbai 400 051

Dear Sirs

Unaudited Financial Results for the quarter ended 30th September 2011

We would like to inform you that the unaudited financial results for the quarter ended **30th September 2011** were approved by the Board of Directors of the Company at its meeting held *today*.

Pursuant to Clause 41 to the listing agreement, we enclose a *copy* of the unaudited financial results, duly signed by our Chairman and Managing Director. We also enclose a copy of the **Press Release** on the unaudited financial results.

Thanking you

Yours truly
For SUNDRAM FASTENERS LIMITED

V G Jaganathan
Executive Director and Secretary

Sundram Fasteners Limited

Registered & Corporate Office : 98-A, Dr Radhakrishnan Salai, Mylapore, Chennai - 600 004

Unaudited Standalone Financial Results for the Quarter and Half year ended 30th September 2011 (Rs Lakhs)

Particulars	Quarter ended		Half Year ended		Year ended
	30-09-2011	30-09-2010	30-09-2011	30-09-2010	31-03-2011
	Unaudited		Unaudited		Audited
1 a. **Sales**					
Domestic Sales	41,985	37,390	82,963	70,753	146,452
Less: Excise Duty	3,866	3,482	7,656	6,563	13,642
	38,119	33,908	75,307	64,190	132,810
Exports	16,401	12,559	31,357	22,855	48,029
Total Net Sales	54,520	46,467	106,664	87,045	180,839
b. Other Operating Income	37	59	78	64	397
Total Income (a+b)	54,557	46,526	106,742	87,109	181,236
2 **Expenditure**					
a. (Increase)/Decrease in Stock in Trade and Work in Progress	(1,044)	(1,144)	(1,941)	(1,903)	(2,599)
b. Consumption of raw materials	26,805	23,599	52,940	43,445	86,665
c. Employee cost	4,744	4,076	9,213	7,626	16,160
d. Stores and Tools consumed	5,972	5,101	11,495	9,282	20,314
e. Depreciation	1,629	1,351	3,159	2,678	5,454
f. Other expenditure	10,151	9,022	19,437	17,129	37,925
Total	48,257	42,005	94,303	78,257	163,919
3 Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	6,300	4,521	12,439	8,852	17,317
4 Other Income	17	5	32	26	74
5 Profit before Interest & Exceptional Items (3+4)	6,317	4,526	12,471	8,878	17,391
6 Interest net (including Financial charges)					
a. Interest	871	537	1,582	1,016	2,097
b. Exchange (gain) / loss on foreign currency	2,852	(372)	3,292	282	869
7 Profit after Interest but before Exceptional Items (5-6)	2,594	4,361	7,597	7,580	14,425
8 Exceptional items	-	-	-	-	-
9 **Profit (+)/Loss (-) from Ordinary Activities before tax (7 +8)**	2,594	4,361	7,597	7,580	14,425
10 Tax Expense	751	1,275	2,261	2,239	3,882
11 **Net Profit (+)/Loss (-) from Ordinary Activities after tax (9-10)**	1,843	3,086	5,336	5,341	10,543
12 Extraordinary Item (net of tax expense)	-	-	-	-	-
13 **Net Profit (+)/Loss (-) for the period (11 - 12)**	1,843	3,086	5,336	5,341	10,543
14 Paid-up Equity Share Capital (face value of Re 1 each fully paid up)	2,101	2,101	2,101	2,101	2,101
15 Reserves excluding Revaluation Reserve					53,394
16 Earnings Per Share (EPS) -Rs. (Basic & Diluted-not annualised)					
-Before Extraordinary items	0.88	1.47	2.54	2.54	5.02
-After Extraordinary items	0.88	1.47	2.54	2.54	5.02
17 Public Shareholding					
- Number of Shares	106,043,090	106,043,090	106,043,090	106,043,090	106,043,090
- Percentage of shareholding	50.47	50.47	50.47	50.47	50.47
18 Promoters and Promoter group Shareholding					
a. Pledged/Encumbered					
- Number of Shares	-	-	-	-	-
-Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
-Percentage of Shares (as a % of the total Share Capital of the Company)	-	-	-	-	-
b. Non-encumbered					
- Number of Shares	104,085,280	104,085,280	104,085,280	104,085,280	104,085,280
-Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
-Percentage of Shares (as a % of the total Share Capital of the Company)	49.53	49.53	49.53	49.53	49.53

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Statement of Assets and Liabilities

(Rs Lakhs)

Particulars	Standalone As at		
	30-09-2011	30-09-2010	31-03-2011
	Unaudited	Unudited	Audited
Liabilities:			
1 Share Holders Funds			
a) Share Capital	2,101	2,101	2,101
b) Reserves & Surplus	58,737	51,256	53,394
2 Loan Funds	83,259	69,023	74,961
3 Deferred Tax Liability - (Net)	8,735	8,468	8,633
Total	152,832	130,848	139,089
Assets:			
1 Net Fixed Assets (including Capital WIP)	69,582	61,413	65,785
2 Investments	14,263	14,237	14,237
3 Current Assets, Loans and Advances			
a) Inventories	31,099	26,427	28,693
b) Sundry Debtors	45,567	36,797	36,454
c) Cash and Bank Balances	784	393	859
d) Loans and Advances	14,919	13,192	14,209
4 Less: Current Liabilities and Provisions			
a) Liabilities	22,829	21,117	20,638
b) Provisions	553	494	510
Total	152,832	130,848	139,089

Notes:

1 The above financial results were reviewed and recommended by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on November 9, 2011. As required under Clause 41 of the Listing Agreement, Limited Review of the above mentioned results has been completed by the Statutory Auditors of the Compnay and the Report of the same has been placed before the Board.

2 The Company operates in only one segment.

3 Number of investor complaints received and resolved during the Quarter - Nil. There was no investor complaint outstanding at the beginning of the Quarter.

4 The Company has made an Investment of Rs.22.22 lakhs, representing 25% of share capital of Windbolt, GmbH, Germany, during the Quarter end 30.09.2011.

Chennai
November 09, 2011

SURESH KRISHNA
Chairman & Managing Director

Sundram Fasteners Limited
REGISTERED & CORPORATE OFFICE,
98-A, VII FLOOR, DR. RADHAKRISHNAN SALAI, MYLAPORE, CHENNAI 600 004, INDIA.

PRESS RELEASE

Key Highlights

- **HY1 Exports record impressive YoY growth of 37% to Rs.314 Crores; Domestic market grew by 17 % resulting overall growth of revenues by 23% on a YoY basis to Rs.1068 Crores.**
- **EBIDTA grew by 35% to Rs.156.29 Crores from Rs.115.56 Crores.**
- **Subsidiaries posted a Profit before tax of Rs. 9.73 Crores for the period ended 30th September 2011 as against Rs. 6.23 Crores**

Sales and other income of Sundram Fasteners Limited, increased by 23% to Rs. 1067.74 crores for the half year ended September 30, 2011 as against Rs. 871.35 crores achieved during the same period in the previous year.

Export sales for the period was Rs. 313.57 crores (Rs. 228.55 crores) an increase of 37%. Domestic sales, net of excise duties, was at Rs. 753.07 crores (Rs. 641.90 crores) has registered an increase of 17%.

Operating expenses were at Rs. 911.45 crores (Rs. 755.79 crores). Despite pressure on margin due to increase in costs, Gross Profit before interest, depreciation and provision for taxation increased by 35% to Rs.156.29 crores during the period (Rs. 115.56 crores).

Interest charges for the six months amounted to Rs 15.82 crores (Rs 10.16 crores). Foreign exchange fluctuations resulted in a charge of Rs. 32.91 crores as against a charge of Rs 2.82 crores last year on account of rapid depreciation in rupee vis-à-vis US dollar. A major portion of the exchange fluctuation loss relates to long term loans and has no immediate impact on cash flows as it is merely a book adjustment arising out of restatement as on 30th September, 2011.

Depreciation for the six months was Rs. 31.59 crores (Rs. 26.78 crores). The provision for taxes was at Rs. 22.61 crores (Rs. 22.39 crores).The net profit after tax was marginally lower at Rs.53.36 crores (Rs. 53.41 crores). Earnings per share (on face value of Re 1 per share) for the six months amounted to Rs. 2.54 (Rs. 2.54).

During the period ended 30th September 2011, all subsidiary companies have performed better than previous year. Sales and other income of subsidiaries before adjustment for inter-company sales for period ended 30th September 2011 was at Rs. 491.54 crores as against Rs. 366.41 crores during the same period in the previous year.

During the period ended 30th September 2011, the subsidiaries made a profit before tax of Rs.9.73 crores as against Rs.6.23 crores during the same period in the previous year.

The company's factory at Special Economic Zone, Mahindra City has commenced the production and supply of Sprockets. The company's facility at Mittamandagapet in Tamilnadu for manufacture of fasteners for use in Wind Energy Generators is expected to commence production during 3rd Quarter of this year.

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