

# BHARAT FORGE

May 22, 2018

To,  
**BSE Limited,**  
1st Floor, New Trading Ring,  
Rotunda Building, P.J. Towers,  
Dalal Street, Fort,  
Mumbai - 400 001  
**BSE SCRIP CODE – 500493**

**National Stock Exchange of India Ltd.,**  
'Exchange Plaza',  
Bandra-Kurla Complex, Bandra (East)  
Mumbai- 400 051  
Symbol: **BHARATFORG**  
Series: **EQ**

**Sub: Outcome of Board Meeting**

**Ref: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Dear Sir/Madam,**

This is to inform you that the Board of Directors of the Company in its Meeting held on Tuesday, May 22, 2018 have discussed and approved the following:

1. Approved and took on record the Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ending March 31, 2018. Copy of Audited Standalone and Consolidated Financial Results along with copy of Auditors' Report is enclosed herewith.
2. Recommended a final dividend at the rate of 12.5% (i.e. Rs. 2.50 per equity share) on 465,588,632 fully paid Equity Shares of Rs.2/- each for the financial year ended March 31, 2018, subject to approval of the Members of the Company at the ensuing Annual General Meeting.
3. The final dividend for the financial year ended March 31, 2018, if approved by members of the Company, will be paid on August 14, 2018.
4. 57<sup>th</sup> Annual General Meeting of the shareholders of the Company will be held on Thursday, August 9, 2018 at the Registered Office of the Company.

The Board Meeting commenced at 11 AM and concluded at 11.45 AM

We request you to kindly take the same on record.

Thanking you,

Yours faithfully,  
**For Bharat Forge Limited,**

  
**Tejaswini Chaudhari**  
Deputy Company Secretary





**BHARAT FORGE LIMITED**  
Regd. Office : Mundhwa, Pune Cantonment, Pune 411 036  
Maharashtra, India

**BHARAT FORGE**

CIN:L25209PN1961PLC012046  
Ph. No. : 91-20-6704 2777 / 2476, Fax No. : 91-20-2682 2163  
Email : secretarial@bharatforge.com, Website : www.bharatforge.com

**STATEMENT OF STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018**

(₹ in Crores)

Sr. No.	Particulars	Quarter ended			Year ended		Consolidated results for Year ended	
		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
1	Continuing operations:							
	Income							
	a) Revenue from operations (See note 4)	1,466.61	1,390.55	1,183.18	5,372.95	4,066.13	8,414.67	6,598.16
	b) Other income	34.22	21.93	22.19	118.69	99.49	142.01	119.28
	Total income	1,500.83	1,412.48	1,205.37	5,491.64	4,165.62	8,556.68	6,717.44
2	Expenses							
	a) Cost of raw materials and components consumed	534.74	517.18	387.91	1,915.17	1,372.79	3,177.63	2,325.53
	b) Purchase of traded goods	-	-	-	-	-	229.94	158.83
	c) Changes in inventories of finished goods, work-in-progress, traded goods, dies and scrap	(4.97)	(21.62)	7.44	(28.16)	(52.25)	(126.45)	(48.58)
	d) Project cost	-	-	-	-	-	-	2.06
	e) Excise duty on sale of goods (See note 4)	-	-	57.52	56.98	201.46	56.98	202.01
	f) Employee benefits expense	111.51	110.92	103.48	435.90	375.95	1,089.20	930.92
	g) Depreciation, amortisation and impairment expense	70.51	80.73	74.39	306.75	294.85	466.88	452.05
	h) Finance costs	30.33	14.30	18.53	84.84	72.77	106.53	99.96
	i) Other expenses	407.63	367.74	306.90	1,456.28	1,095.58	2,264.38	1,776.33
	Total expenses (a to i)	1,149.75	1,069.25	956.17	4,227.76	3,361.15	7,265.09	5,899.11
3	Profit before share of profit/(loss) of associates, joint ventures, exceptional items and tax (1-2)	351.08	343.23	249.20	1,263.88	804.47	1,291.59	818.33
4	Share of (loss)/profit of associates and joint ventures	-	-	-	-	-	(0.38)	0.02
5	Profit before exceptional items and tax (3+4)	351.08	343.23	249.20	1,263.88	804.47	1,291.21	818.35
6	Exceptional items - (Loss)/Gain (See note 5)	(133.21)	-	38.02	(133.21)	38.02	(95.45)	128.43
7	Profit before tax (5+6)	217.87	343.23	287.22	1,130.67	842.49	1,195.76	946.78
8	Tax expense	-	-	-	-	-	-	-
	a) Current tax	114.64	112.92	81.81	416.14	260.01	431.85	270.48
	b) Deferred tax	2.90	2.14	(2.09)	7.23	(2.59)	9.94	(21.31)
	Total Tax expense	117.54	115.06	79.72	423.37	257.42	441.79	249.17
9	Profit for the period/year from continuing operations (7-8)	100.33	228.17	207.50	707.30	585.07	753.97	697.61
10	Discontinued operations							
	- Share of profit / (loss) of joint venture (Gross)	-	-	-	-	-	-	50.54
	- Tax expense	-	-	-	-	-	-	37.42
	Profit from discontinued operations	-	-	-	-	-	-	13.12
11	Profit for the period /year (9+10)	100.33	228.17	207.50	707.30	585.07	753.97	710.73
12	Other comprehensive income							
	a) Items that will be reclassified to profit and loss	(70.94)	35.20	170.54	(151.06)	215.61	(59.16)	163.38
	- Tax effect	24.20	(9.18)	(36.81)	58.01	(58.27)	58.01	(58.27)
	b) Items that will not be reclassified to profit and loss	16.74	2.92	6.52	22.22	2.69	29.30	(6.79)
	- Tax effect	(2.72)	0.25	1.15	(1.95)	2.19	(4.18)	5.29
	Other comprehensive income (Net of tax)	(32.72)	29.19	141.40	(72.78)	162.22	23.97	103.61
13	Total comprehensive income (11+12)	67.61	257.36	348.90	634.52	747.29	777.94	814.34





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**BHARAT FORGE**

**STATEMENT OF STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018**

(₹ in Crores)

Sr. No.	Particulars	Quarter ended			Year ended		Consolidated results for Year ended	
		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
14	Total comprehensive income above attributable to: - Owners of the parent - Non-controlling interest	67.61 -	257.36 -	348.90 -	634.52 -	747.29 -	786.42 (8.48)	808.24 6.10
15	Of the total comprehensive income above, Profit for the year attributable to: - Owners of the parent - Non-controlling interest	100.33 -	228.17 -	207.50 -	707.30 -	585.07 -	762.44 (8.47)	704.63 6.10
16	Of the total comprehensive income above, Other comprehensive income for the year attributable to: - Owners of the parent - Non-controlling interest	(32.72) -	29.19 -	141.40 -	(72.78) -	162.22 -	23.98 (0.01)	103.61 -
17	Earning per share for continuing operations : (see note 8) Basic and Diluted (not annualised for quarters) (₹)	2.16	4.90	4.46	15.19	12.56	16.38	14.85
18	Earning per share for discontinued operations:( see note 8) Basic and Diluted (not annualised for quarters) (₹)	-	-	-	-	-	-	0.28
19	Earning per share for continuing and discontinued operations : ( see note 8) Basic and Diluted (not annualised for quarters) (₹)	2.16	4.90	4.46	15.19	12.56	16.38	15.13
20	Equity share capital (Face Value ₹ 2/- each)	93.13	93.13	46.57	93.13	46.57	93.13	46.57
21	Other equity				4,521.15	4,185.36	4,558.58	4,069.80
<b>Additional Information :</b>								
	Profit before tax, before exchange gain / (loss), and exceptional items	370.92	338.42	253.37	1,303.35	834.55	1,347.28	839.08



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**STATEMENT OF STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR  
 ENDED MARCH 31, 2018**

**NOTES TO FINANCIAL RESULTS :**

**1 Balance sheet**

(₹ in Crores)

Particulars	STANDALONE		CONSOLIDATED	
	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
<b>A ASSETS</b>				
<b>1 Non-current assets</b>				
(a) Property, plant and equipment	2,514.61	2,360.92	3,439.34	3,220.89
(b) Capital work-in-progress	302.40	374.26	343.78	399.73
(c) Investment property	0.29	0.29	0.29	0.29
(d) Goodwill	-	-	42.91	42.42
(e) Intangible assets under development	-	-	-	53.45
(f) Intangible assets	13.01	12.40	17.16	13.48
(g) Investment in subsidiaries, associates & joint ventures	576.19	579.95	16.01	0.00
(h) Financial assets				
Investments	1,100.33	368.74	1,101.12	368.38
Loans	20.96	3.76	2.61	3.76
Trade receivables	23.38	0.55	23.38	0.80
Derivative instruments	47.66	156.49	47.66	156.49
Other non-current financial assets	113.23	61.58	114.40	65.83
(i) Deferred tax assets (net)	-	-	39.66	42.56
(j) Income tax assets (net)	7.78	26.05	11.47	31.78
(k) Other non-current assets	194.64	227.91	235.76	263.38
<b>Sub total - Non-current assets</b>	<b>4,914.48</b>	<b>4,172.90</b>	<b>5,435.55</b>	<b>4,663.24</b>
<b>2 Current assets</b>				
(a) Inventories	538.06	426.49	1,359.89	1,075.20
(b) Financial assets				
Investments	384.00	823.17	384.00	823.17
Loans	2.80	25.25	42.68	39.20
Trade receivables	1,790.80	1,379.94	1,937.14	1,341.07
Derivative instruments	124.58	196.20	124.58	196.20
Cash and cash equivalents	134.18	240.79	234.60	288.42
Other bank balances	53.50	37.38	69.46	47.67
Other current financial assets	140.90	187.68	124.59	190.65
(c) Other current assets	282.65	178.80	303.93	216.81
(d) Assets held for sale	-	8.42	-	1.67
<b>Sub total - Current assets</b>	<b>3,451.47</b>	<b>3,504.12</b>	<b>4,580.87</b>	<b>4,220.06</b>
<b>TOTAL - ASSETS</b>	<b>8,365.95</b>	<b>7,677.02</b>	<b>10,016.42</b>	<b>8,883.30</b>
<b>B EQUITY AND LIABILITIES</b>				
<b>1 Equity</b>				
(a) Equity share capital	93.13	46.57	93.13	46.57
(b) Other equity	4,521.15	4,185.36	4,558.58	4,069.80
(c) Non Controlling interest	-	-	29.42	10.04
<b>Total Equity</b>	<b>4,614.28</b>	<b>4,231.93</b>	<b>4,681.13</b>	<b>4,126.41</b>
<b>2 Liabilities</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
Borrowings	909.80	790.35	1,126.23	1,059.07
Other financial liabilities	15.37	0.64	15.37	0.64
(b) Provisions	19.46	26.89	132.09	131.54
(c) Deferred tax liabilities (net)	254.46	303.29	254.37	303.18
(d) Other non-current liabilities	-	29.18	53.35	56.30
<b>Sub total - Non-current liabilities</b>	<b>1,199.09</b>	<b>1,150.35</b>	<b>1,581.41</b>	<b>1,550.73</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
Borrowings	1,166.59	907.68	1,584.82	1,262.18
Trade payables	688.87	463.95	1,326.78	846.33
Other current financial liabilities	496.78	787.18	612.73	897.27
(b) Other current liabilities	111.91	87.69	129.41	128.65
(c) Provisions	57.81	33.82	63.21	53.80
(d) Current tax liabilities (net)	30.62	14.42	36.93	17.93
<b>Sub total - Current liabilities</b>	<b>2,552.58</b>	<b>2,294.74</b>	<b>3,753.88</b>	<b>3,206.16</b>
<b>Total liabilities</b>	<b>3,751.67</b>	<b>3,445.09</b>	<b>5,335.29</b>	<b>4,756.89</b>
<b>TOTAL- EQUITY AND LIABILITIES</b>	<b>8,365.95</b>	<b>7,677.02</b>	<b>10,016.42</b>	<b>8,883.30</b>



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**STATEMENT OF STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018**

**NOTES TO FINANCIAL RESULTS :**

- 2 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on May 22, 2018.
- 3 The Board of Directors, at its meeting held on May 22, 2018 has recommended Final dividend of ₹ 2.50/- per equity share of ₹ 2/- each (125%).
- 4 Post Implementation of Goods and Service Tax (GST) w.e.f. July 1, 2017, "Revenue from operations" is required to be disclosed net of GST. Thus the "Revenue from operations" for the quarter and year ended March 31, 2017 are not comparable with "Revenue from operations" for the quarter and year ended March 31, 2018 to that extent.
- 5 Exceptional items represent:
- (i) Loss on Impairment of Investment and Provision for losses on projects in subsidiary company
- In the past, Company's wholly owned subsidiary in India namely Bharat Forge Infrastructure Limited (BFIL, India) had made investments in certain non core areas such as Oil exploration and certain EPC contracts. Due to unsatisfactory outcome of these projects, the Company has made a provision of ₹ 130.57 crores in its standalone financial results (₹ 95.45 crores in its consolidated financial results) towards impairment of investments / advances given, intangible assets under development and expected losses on contracted payments for these projects.
- The provision does not have any impact on core operations of the Company.
- (ii) Loss on Impairment of Investment
- In view of no activity and decision of closing the operations of one of the Joint Venture of the Company. viz. BF-NTPC Energy Systems Limited, provision of an amount of ₹ 2.64 crore in standalone financial results is made towards the impairment in the value of the investment in BF NTPC Energy Systems Limited. There is no impact on consolidated financials results for this impairment.
- 6 During the quarter, the Company has acquired, as a first tranche, 30.37% stake by way of Equity and Preference Shares in Tork Motors Private Limited, Pune (Tork) for ₹ 16.04 crore. Tork is an electric drive train Company mainly focused on electric two wheelers and/or premium electric motorcycles.
- 7 The figures for the quarter ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of third quarter of the financial year, which were subjected to a limited review.
- 8 On October 3, 2017 the Company had issued bonus shares, in the proportion of 1:1 i.e. 1 (one) bonus equity share of ₹ 2/- each for every 1 (one) fully paid-up equity share. Accordingly the Company allotted 232,794,316 Equity shares of ₹ 2/- each fully paid-up, to the shareholders of the Company as at the record date fixed for the purpose.
- Consequently, earnings per share for the current year and quarter and comparative year and quarters has been proportionately adjusted.





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**STATEMENT OF STANDALONE AND CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018**

9 The consolidated financial statements include results of all the Subsidiaries, Joint Ventures and Associates of Bharat Forge Limited and their step down Subsidiaries, Joint Ventures and Associates. The names, country of incorporation or residence, proportion of ownership interest and reporting dates are as under:

Name of the company	Country of incorporation	Parent's ultimate holding as on March 31, 2018	Financial year ends on
<b>A Subsidiaries :</b>			
Bharat Forge Global Holding GmbH and its wholly owned subsidiaries	Germany	100%	31-Dec-17
i. Bharat Forge CDP GmbH and its wholly owned subsidiary - Bharat Forge Daun GmbH	Germany	100% @	31-Dec-17
ii. Bharat Forge Holding GmbH and its wholly owned subsidiary - Bharat Forge Aluminiumtechnik GmbH	Germany	100% @	31-Dec-17
iii. Mecanique Generale Langroise	Germany	100% @	31-Dec-17
iv. Bharat Forge Kilsta AB	France	100% @	31-Dec-17
v. Bharat Forge Hong Kong Limited	Sweden	100% @	31-Dec-17
vi. Bharat Forge CDP Trading	Hong Kong	100% @	31-Dec-17
	Russia	100% @	31-Dec-17
Bharat Forge International Limited	U.K.	100%	31-Mar-18
Bharat Forge America Inc. and its wholly owned subsidiaries	U.S.A.	100%	31-Dec-17
i. Bharat Forge PMT Technologie LLC	U.S.A.	100% @	31-Dec-17
ii. Bharat Forge Tennessee INC.	U.S.A.	100% @	31-Dec-17
Indigenous IL Limited ( not consolidated) *	Israel	100%	-
BF Infrastructure Limited	India	100%	31-Mar-18
BFIL- CEC ( AOP)	India	74% @	31-Mar-18
Kalyani Strategic Systems Limited and its subsidiary Kalyani Rafael Advanced Systems Private Limited	India	51%	31-Mar-18
BF Elbit Advanced Systems Private Limited	India	50% @	31-Mar-18
Analogic Controls India Limited	India	51%	31-Mar-18
	India	100%	31-Mar-18
<b>B Associates:</b>			
-Talbahh GmbH (not consolidated)	Germany	35% @	31-Dec-17
-Ferrovia Trans Rail Solutions Private Limited	India	49% @	31-Mar-18
-Hospet Bellary Highways Private Limited	India	35% @	31-Mar-18
-Tork Motors Private Limited	India	30.37%	31-Mar-18
<b>C Joint Venture Companies:</b>			
BF-NTPC Energy Systems Limited	India	51%	31-Mar-18
BF Premier Energy systems Private Limited	India	50% @	31-Mar-18

@ held through subsidiaries.

(\*) Incorporated in January 2018.

Place : Pune  
 Dated : May 22, 2018

For BHARAT FORGE LIMITED

(B. N. KALYANI)  
 CHAIRMAN AND MANAGING DIRECTOR  
 DIN:00089380



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**CONSOLIDATED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE YEAR ENDED MARCH 31, 2018**

The Group's business is divided into two reporting segments which comprises of "Forgings" and "Others" which represents the Group's businesses not covered in Forgings segment. In the previous year, the Group had discontinued its Project (Capital goods) segment. The Chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and performance assessment based on an analysis of various performance indicators.

The Forgings segment produces and sells forged products comprising of forgings, finished machined crankshafts, front axle assembly & components, machining on forged parts and ring rolling, etc. Others primarily includes various other projects which the Group is carrying out.

**Consolidated statement of profit and loss**

(₹ in Crores)

Sr. No.	Particulars	March 31, 2018	March 31, 2017
		(Audited)	(Audited)
<b>1</b>	<b>Segment Revenue</b>		
	Revenues from external customers		
a	Forgings	8,399.35	6,578.85
b	Others	15.39	25.77
c	Discontinued operations	-	300.29
	<b>Total</b>	<b>8,414.74</b>	<b>6,904.91</b>
	Adjustments and eliminations (Refer note)	(0.07)	(306.75)
	<b>Revenue from operations</b>	<b>8,414.67</b>	<b>6,598.16</b>
<b>2</b>	<b>Segment Results</b>		
a	Forgings	1,457.89	956.13
b	Others	(12.83)	(7.33)
c	Discontinued operations	-	110.47
	<b>Total segment profits (before interest and tax from each reportable segment)</b>	<b>1,445.06</b>	<b>1,059.27</b>
	Less: Finance cost from continuing operations	106.53	99.96
	Less: Finance cost from Discontinued operations	-	59.92
	Less: Other un-allocable expenditure net off un-allocable income	47.32	28.51
	<b>Total profits before tax and exceptional items</b>	<b>1,291.21</b>	<b>870.88</b>
	Add: Exceptional items (loss)/ gain	(95.45)	128.43
	<b>Profit before tax before adjustments</b>	<b>1,195.76</b>	<b>999.31</b>
	Adjustments and eliminations (Refer note)	-	(52.53)
	<b>Profit before tax</b>	<b>1,195.76</b>	<b>946.78</b>

**Consolidated Balance Sheet**

(₹ in Crores)

Sr. No.	Particulars	March 31, 2018	March 31, 2017
		(Audited)	(Audited)
<b>3</b>	<b>Segment assets</b>		
a	Forgings	7,890.80	6,980.60
b	Others	178.57	192.69
c	Unallocable assets including unutilised fund	1,966.05	1,713.08
	<b>Total</b>	<b>10,035.42</b>	<b>8,886.37</b>
	Adjustments and eliminations (Refer note)	(19.00)	(3.07)
	<b>Total assets</b>	<b>10,016.42</b>	<b>8,883.30</b>
<b>4</b>	<b>Segment liabilities</b>		
a	Forgings	1,719.27	1,180.68
b	Others	38.38	66.21
c	Unallocable	311.98	394.34
	<b>Total</b>	<b>2,069.63</b>	<b>1,641.23</b>
	Adjustments and eliminations (Refer note)	(6.48)	(4.69)
	<b>Total Liabilities</b>	<b>2,063.15</b>	<b>1,636.54</b>
	<b>Net capital employed</b>	<b>7,953.27</b>	<b>7,246.76</b>

Note : Adjustment and eliminations include elimination on assets and liabilities of joint ventures and associates companies which has been accounted under equity method.

FOR BHARAT FORGE LIMITED

(B.N.KALYANI)

CHAIRMAN & MANAGING DIRECTOR  
DIN:00089380

Place : Pune

Dated : May 22, 2018



**Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To**

**Board of Directors of  
Bharat Forge Limited,**

1. We have audited the accompanying statement of quarterly standalone financial results of Bharat Forge Limited ('the Company') for the quarter ended March 31, 2018 and for the year ended March 31, 2018 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The standalone financial results for the quarter ended March 31, 2018 and year ended March 31, 2018 have been prepared on the basis of the standalone financial results for the nine-month period ended December 31, 2017, the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2018, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone financial results for the nine-month period ended December 31, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual standalone Ind AS financial statements as at and for the year ended March 31, 2018; and the relevant requirements of the Regulation and the Circular.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:
  - i. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
  - ii. give a true and fair view of the net profit including other comprehensive income and other financial information for the quarter ended March 31, 2018 and for the year ended March 31, 2018.





# **S R B C & CO LLP**

Chartered Accountants

4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under the Regulation and the Circular.

**For S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003



**per Pradevlal Khandelwal**  
Partner

Membership No.: 501160

Place of Signature: Pune

Date: May 22, 2018



**Auditor's Report on Consolidated Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To  
Board of Directors of  
Bharat Forge Limited**

1. We have audited the accompanying statement of consolidated financial results of Bharat Forge Limited ('the Company'), comprising its subsidiaries (together, 'the Group'), its associates and joint ventures, for the year ended March 31, 2018 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The consolidated financial results for the year ended March 31, 2018 have been prepared on the basis of the audited annual consolidated Ind AS financial statements as at and for the year ended March 31, 2018 and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the annual consolidated Ind AS financial statements as at and for the year ended March 31, 2018 which was prepared in accordance with the applicable accounting standards and other accounting principles generally accepted in India and the relevant requirements of the Regulation and the Circular.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors on separate financial statements and the other financial information of subsidiaries / associates / joint ventures, these consolidated financial results for the year:
  - i. include the year-to-date results of the following entities as detailed out in Annexure 1 in consolidation;
  - ii. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
  - iii. give a true and fair view of the consolidated net profit including other comprehensive income and other financial information for the consolidated year to date results for the year ended March 31, 2018.





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4. We did not audit the financial statements and other financial information, in respect of nineteen subsidiaries, whose Ind AS financial statements include total assets of INR 3,071.11 crores as at year ended December 31, 2017 and March 31, 2018, and total revenues of INR 4,204.21 crores for the year ended on that date. These Ind AS financial statements and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. The consolidated Ind AS financial statements also include the Group's share of net loss of INR 0.38 crores for the year ended March 31, 2018, as considered in the consolidated Ind AS financial statements, in respect of two associates and two joint ventures, whose financial statements, other financial information have been audited by other auditors and whose reports have been furnished to us by the management. Our opinion, in so far as it relates to the affairs of such subsidiaries, joint ventures and associates is based solely on the report of other auditors. Our opinion is not qualified in respect of this matter.
5. The accompanying consolidated Ind AS financial results include the Group's share of net loss of INR 0.04 crores for the year ended March 31, 2018, as considered in the consolidated Ind AS financial statements, in respect of one associate, whose financial statements and other financial information have not been audited and whose unaudited financial statements, other unaudited financial information have been furnished to us by the management. Our opinion, in so far as it relates to the affairs of these associate, is based solely on such unaudited financial statement and other unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements and other financial information are not material to the Group. Our opinion is not modified in respect of this matter.

**For S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration Number: / 324982E/E300003



per **Tridev Lal Khandelwal**

Partner

Membership No.: 501160



Place of signature: Pune

Date: May 22, 2018

**Annexure – 1****I. List of subsidiaries:**

<b>Sr. No.</b>	<b>Name of the Company</b>	<b>Country of incorporation</b>	<b>% Holding March 31, 2018</b>	<b>Financial year ends on</b>
1.	Bharat Forge Global Holding GmbH (BFGH) and its wholly owned subsidiaries	Germany	100%	December 31, 2017
2.	Bharat Forge Holding GmbH and its wholly owned subsidiaries	Germany	100%*	December 31, 2017
3.	Bharat Forge Aluminiumtechnik GmbH (BFAT)	Germany	100%*	December 31, 2017
4.	Bharat Forge Kilsta AB, Sweden	Sweden	100%*	December 31, 2017
5.	Bharat Forge Hong Kong Limited	Hong Kong	100%*	December 31, 2017
6.	Bharat Forge CDP GmbH and its wholly owned subsidiaries	Germany	100%*	December 31, 2017
7.	Bharat Forge Daun GmbH	Germany	100%*	December 31, 2017
8.	Bharat Forge CDP Trading	Russia	100%*	December 31, 2017
9.	Mécanique Générale Langroise	France	100%*	December 31, 2017
10.	Bharat Forge International Limited	U.K.	100%	March 31, 2018
11.	Bharat Forge America Inc. and its wholly owned subsidiaries	U.S.A.	100%	December 31, 2017
12.	Bharat Forge PMT Technologie LLC (with effect from 1 December 2016)	U.S.A.	100%	December 31, 2017
13.	Bharat Forge Tennessee Inc. (with effect from 1 December 2016)	U.S.A.	100%	December 31, 2017





# **S R B C & CO LLP**

Chartered Accountants

Sr. No.	Name of the Company	Country of incorporation	% Holding March 31, 2018	Financial year ends on
14.	BF Infrastructure Limited	India	100%	March 31, 2018
15.	BFIL-CEC (AOP)	India	74%*	March 31, 2018
16.	Kalyani Strategic Systems Limited	India	51%	March 31, 2018
17.	Kalyani Rafael Advanced Systems Private Limited	India	50%*	March 31, 2018
18.	Analogic Controls India Limited	India	100%	March 31, 2018
19.	BF Elbit Advances Systems Private Limited	India	51%	March 31, 2018
20.	Indigenous IL Limited (not consolidated as incorporated after December 31, 2017)	Israel	100%	December 31

\* held through subsidiaries

## **II. List of associates:**

Sr. No.	Name of the Company	Country of incorporation	%holding March 31, 2018	Financial year ends on
1.	Talbahh GmbH (not consolidated based on materiality)	Germany	35%*	December 31, 2017
2.	Ferrovial Transrail Solutions Private Limited	India	49%*	March 31, 2018
3.	Hospet Bellary Highways Private Limited	India	35%*	March 31, 2018
4.	Tork Motors Private Limited(not audited)	India	30.37%	March 31, 2018

\* held through subsidiaries

## **III. List of joint ventures:**

Sr. No.	Name of the Company	Country of incorporation	% holding March 31, 2018	Financial year ends on
1.	BF Premier Energy Systems Private Limited	India	50%*	March 31, 2018
2.	BF NTPC Energy Systems Limited	India	51%	March 31, 2018

\* held through subsidiaries



# BHARAT FORGE

Date: May 22, 2018

To,  
BSE Limited,

National Stock Exchange of India Ltd.

1st Floor, New Trading Ring,  
Rotunda Building, P.J. Towers,  
Dalal Street, Fort,  
Mumbai - 400 001  
BSE SCRIP CODE – 500493

'Exchange Plaza',  
Bandra-Kurla Complex, Bandra (East)  
Mumbai- 400 051  
Symbol: BHARATFORG  
Series: EQ

**Subject:** Declaration regarding Unaudited Financial Statements.

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm and declare that the Statutory Auditors of the Company, M/s. S R B C & CO LLP, Chartered Accountants, Pune, have issued Audit Report with Unmodified opinion on Audited Financial Results (Standalone and Consolidated) for the financial year ended March 31, 2018.

You are requested to take the above on record and bring this to the notice of all concerned.

For Bharat Forge Limited

Kishore Saletore  
Chief Financial Officer



**KALYANI**  
GROUP COMPANY