



**BHARAT FORGE LIMITED**  
 Regd. Office : Mundhwa, Pune Cantonment, Pune 411 036.  
 Maharashtra, India  
 CIN : L25209PN1961PLC012046

**BHARAT FORGE**

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**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016**

(₹ in Crores)

Sr. No.	Particulars	Quarter ended	
		June 30, 2016 (unaudited)	June 30, 2015 (Refer note 4)
1	a) Gross sales and income from operations		
	- Within India (Inclusive of excise duty)	533.52	481.57
	- Outside India	407.85	679.53
	Total gross sales	941.37	1,161.10
	b) Other operating income	15.66	24.96
	Total income from operations (Gross) (a+b)	957.03	1,186.06
2	Expenses		
	a) Cost of materials consumed	325.82	412.30
	b) Changes in inventories of finished goods, work-in-progress, dies and stock in trade	(15.05)	(23.99)
	c) Employee benefits expense	91.58	93.58
	d) Depreciation and amortisation expense	73.96	74.85
	e) Manufacturing expenses	156.48	178.41
	f) Excise duty on sales	52.61	47.23
	g) Other expenses	101.18	121.95
	Total expenses	786.58	904.33
3	Profit from operations before other income, finance costs and exceptional items (1-2)	170.45	281.73
4	Other income	25.64	29.91
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	196.09	311.64
6	Finance costs	17.02	21.29
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	179.07	290.35
8	Exceptional items	-	-
9	Profit from ordinary activities before tax (7+8)	179.07	290.35
10	Tax expense	57.01	94.38
11	Net profit from ordinary activities after tax (9-10)	122.06	195.97
12	Extraordinary items (net of tax expense)	-	-
13	Net profit for the period (11-12)	122.06	195.97
14	Other comprehensive income (net of tax)	(28.84)	(116.57)
15	Total comprehensive income (13+14)	93.22	79.40
16	Paid-up equity share capital (Face value ₹ 2/- each)	46.57	46.57
17	a) Basic earning per share of ₹ 2/- each before and after extraordinary items (not annualised for the quarters) (₹)	5.24	8.42
	b) Diluted earning per share of ₹ 2/- each before and after extraordinary items (not annualised for the quarters) (₹)	5.24	8.42

**Additional information:**

Profit before tax, before exchange gain / (loss) & exceptional items	188.54	303.27
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**Notes to financial results :**

- 1 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 August 5, 2016. The Statutory Auditors of the Company have carried out a "Limited Review" of the results for the quarter ended June 30, 2016.
- 2 **First time adoption of Ind AS :** The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly, the transition was carried out, from the Accounting Principles generally accepted in India as specified under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 (previous GAAP), in accordance with Ind AS-101 "First time adoption of Indian Accounting Standards". Accordingly, the impact on transition has been recorded in opening reserves as at April 1, 2015 and the periods presented have been restated accordingly.

Reconciliation of net profit after tax for the corresponding quarter ended June 30, 2015 between previous GAAP and Ind AS is as under :

Particulars	Notes	Quarter ended June 30, 2015
<b>A) Net profit after tax for the period as per previous GAAP</b>		195.32
<b>B) Effects of transition to Ind-AS on statement of profit and loss :</b>		
i) Impact of measuring investments at fair value through profit or loss (FVTPL)	(a), (b)	(1.17)
ii) Reclassification of actuarial gains / (losses), arising in respect of defined benefit plans		(1.14)
iii) Depreciation on machinery spares and dies reclassified to property, plant and equipment		(10.57)
iv) Adjustment to consumption due to reclassification of machinery spares and dies to property, plant and equipment		13.63
v) Others		0.25
vi) Tax adjustments		(0.35)
<b>C) Net profit after tax for the period as per Ind AS</b>		<b>195.97</b>
<b>D) Other comprehensive income (net of tax)</b>	(c)	<b>(116.57)</b>
<b>E) Total comprehensive income</b>		<b>79.40</b>

**Notes :**

- (a) Under previous GAAP, current investments were stated at lower of cost and fair value. Under Ind AS these financial assets have been classified as FVTPL on the date of transition and fair value changes after the date of transition has been recognised in the statement of profit and Loss.
- (b) Under previous GAAP, non-current investments were stated at cost. Where applicable, provision was made to recognise the decline, other than temporary, in valuation of such investments. Under Ind AS, financial assets in equity instruments have been classified as "Fair Value through Other Comprehensive Income (FVTOCI)" through an irrevocable election at the date of transition.
- (c) Other comprehensive income includes net movement of cash flow hedge, remeasurement of defined benefit plans and certain other adjustments.
- 3 The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016.
- 4 The Ind AS financial results and financial information for the quarter ended June 30, 2015 have been compiled by the management after making necessary adjustments to give a true and fair view of the results. This information has not been subject to any limited review or audit.
- 5 There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statement as at and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA / appropriate authority or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS-101.
- 6 The Company is of the view that it manufactures "Forging components" which is a single business segment in accordance with Ind AS-108 "Operating Segment" notified pursuant to Companies (Accounting Standards) Rule, 2015.
- 7 The Company has opted to publish only standalone unaudited financial results. The Company would be consolidating and presenting its Consolidated Financial Statements as at and for the year ended March 31, 2017.

For Bharat Forge Limited

Place : Pune  
 Dated : August 05, 2016

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

