

Limited Review Report

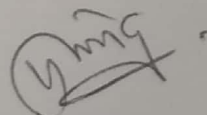
**Review Report to
The Board of Directors
Bharat Gears Limited**

1. We have reviewed the accompanying statement of unaudited Ind AS financial results of Bharat Gears Limited (the 'Company') for the quarter ended December 31, 2018 and year to date from April 01, 2018 to December 31, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements 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').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SRBC & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003



per Pramod Kumar Bapna

Partner

Membership No.: 105497



New Delhi

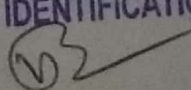
January 22, 2019

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 DECEMBER, 2018

(₹ in lacs)

	Particulars	Quarter ended			Nine months period ended		Previous year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from operations	15,527	14,977	12,950	45,119	36,895	51,384
2	Other income (Refer Note 4)	(7)	238	18	434	67	158
3	Total income (1+2)	15,520	15,215	12,968	45,553	36,962	51,542
4	Expenses						
	(a) Cost of materials and components consumed	7,232	7,635	6,218	21,959	17,353	24,348
	(b) Changes in inventories of finished goods and work-in-progress	(127)	(1,139)	(444)	(1,495)	(540)	(744)
	(c) Employee benefits expense	2,565	2,526	2,163	7,361	6,342	8,727
	(d) Finance costs	614	523	406	1,606	1,235	1,684
	(e) Depreciation and amortisation expense	572	529	476	1,590	1,353	1,328
	(f) Other expenses (Refer Note 4 and 5)	3,930	4,503	3,763	12,638	10,756	14,775
	Total expenses	14,786	14,577	12,582	43,659	36,499	50,618
5	Profit before tax (3-4)	734	638	386	1,894	463	924
6	Tax expense						
	1. Current tax	346	296	182	897	212	425
	2. Deferred tax	(85)	(59)	(77)	(218)	(81)	(131)
7	Net profit for the period (5-6)	473	401	281	1,215	332	630
8	Other comprehensive income/(loss)						
	(i) Items that will not be reclassified to profit or loss	(20)	(40)	(3)	(60)	(9)	4
	(ii) Income tax relating to items that will not be reclassified to profit or loss	7	14	1	21	3	(1)
9	Total comprehensive income for the period (7+8)	460	375	279	1,176	326	633
10	Paid-up equity share capital (Face value ₹ 10/- per share)	814	814	814	814	814	814
11	Other equity (excluding revaluation reserve)						6968
12	Earnings per share [face value of ₹ 10/- each (* not annualised)] Basic and diluted (₹)	* 5.81	* 4.93	* 3.50	* 14.93	* 4.21	7.93

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BY 
S R B C & CO LLP
MUMBAI



BHARAT GEARS LIMITED

CIN: L29130HR1971PLC034365

Registered Office: 20 K. M. Mathura Road, P. O. Amar Nagar, Faridabad - 121003 (Haryana)

- Notes:
- The above financial results have been reviewed and recommended by the Audit Committee and have been approved by the Board of Directors at their respective meetings held on 22 January, 2019.
 - The statutory auditors of the Company have carried out limited review of the aforesaid Unaudited Financial Results.
 - The Company is primarily engaged in the Automotive Gears business and all other activities revolving around the same. As such there is no other separate reportable segment as defined by Ind AS 108 - "Operating Segments".
 - Net exchange gain/(loss) included as under: (₹ in lacs)

Particulars	Quarter ended			Nine months period ended		Previous year ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Other income	(27)	218	-	368	-	73
Other expenses	-	-	7	-	(19)	-

- Other expenses during the quarter and nine months period ended 31 December, 2018 is net of ₹ 312 lacs and ₹ 121 lacs respectively, being reversal of excess provision of expenses of earlier period.
- Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after 01 April, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no significant adjustments required to the retained earnings at 01 April, 2018. Also, the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results.
- The Board of Directors at their meeting held on 09 October, 2018 have approved the proposed issue of equity shares for an amount not exceeding Rs.1500 lacs to existing shareholders on rights basis. Accordingly, the Company has filed draft letter of offer with SEBI on 10 December, 2018.
- Previous period's figures have been regrouped/reclassified wherever necessary.

Place: New Delhi
Date: 22 January, 2019



For and on behalf of the Board of Directors

SURINDER PAUL KANWAR
Chairman & Managing Director

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