

# Honda Siel Power Products Limited

Regd. Office : 409, DLF Tower B, Jasola Commercial Complex, New Delhi - 110025  
CIN: L40103DL2004PLC203950

**HONDA**  
The Power of Dreams

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

## STATEMENT OF ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2014

PARTICULARS		(Rs. lakhs)						Particulars		(Rs. lakhs)	
		QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED			As at	As at
		30-Sep-14	30-Jun-14	30-Sep-13	30-Sep-14	30-Sep-13	31-Mar-14			30-Sep-14	31-Mar-14
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Audited		
1	<b>Income from operations</b>										
	(a) Net sales / income from operations (net of excise duty)	12,655	16,045	10,142	28,700	20,233	53,077				
	(b) Other operating income	247	167	293	414	467	1,058				
	<b>Total income from operations (net)</b>	<b>12,902</b>	<b>16,212</b>	<b>10,435</b>	<b>29,114</b>	<b>20,700</b>	<b>54,135</b>				
2	<b>Expenses</b>										
	(a) Cost of materials consumed	7,394	8,049	7,547	15,443	13,611	29,536				
	(b) Purchases of stock in trade	1,298	582	1,478	1,880	1,774	3,231				
	(c) Changes in inventories of finished goods, stock in trade and work in progress	(1,130)	1,655	(3,243)	525	(3,295)	113				
	(d) Employee benefits expense	1,375	1,389	1,274	2,764	2,507	5,115				
	(e) Depreciation and amortization expense	539	503	440	1,042	864	1,754				
	(f) Other expenses	2,968	3,029	2,450	5,997	4,548	11,028				
	<b>Total expenses</b>	<b>12,444</b>	<b>15,207</b>	<b>9,946</b>	<b>27,651</b>	<b>20,009</b>	<b>50,777</b>				
3	<b>Profit from operations before other income and exceptional item (1-2)</b>	<b>458</b>	<b>1,005</b>	<b>489</b>	<b>1,463</b>	<b>691</b>	<b>3,358</b>				
4	Other income	239	118	76	357	224	457				
5	<b>Profit from ordinary activities before exceptional items(3+4)</b>	<b>697</b>	<b>1,123</b>	<b>565</b>	<b>1,820</b>	<b>915</b>	<b>3,815</b>				
6	Exceptional items	-	-	-	-	-	922				
7	<b>Profit from ordinary activities before tax (5-6)</b>	<b>697</b>	<b>1,123</b>	<b>565</b>	<b>1,820</b>	<b>915</b>	<b>2,893</b>				
8	Tax expense	238	381	188	619	308	1,015				
9	<b>Net profit for the period (7-8)</b>	<b>459</b>	<b>742</b>	<b>377</b>	<b>1,201</b>	<b>607</b>	<b>1,878</b>				
10	Paid-up equity share capital (face value of Rs. 10 per share)	1,014	1,014	1,014	1,014	1,014	1,014				
11	Reserve excluding revaluation reserves	-	-	-	-	-	28,397				
12	<b>Earnings per share (face value of Rs 10 per share)</b> (not annualised except for the year ended 31Mar 14)										
	(a) Basic	4.53	7.32	3.72	11.84	5.99	18.52				
	(b) Diluted	4.53	7.32	3.72	11.84	5.99	18.52				

PARTICULARS OF SHAREHOLDING							
1	Public shareholding						
	- Number of shares	32,79,638	32,79,638	32,79,638	32,79,638	32,79,638	32,79,638
	- Percentage of shareholding	32.33%	32.33%	32.33%	32.33%	32.33%	32.33%
2	Promoters and promoter group shareholding						
a)	Pledged / Encumbered						
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
b)	Non - Encumbered						
	- Number of shares	68,63,433	68,63,433	68,63,433	68,63,433	68,63,433	68,63,433
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	67.67%	67.67%	67.67%	67.67%	67.67%	67.67%

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED		(Rs. lakhs)					
S. No.	PARTICULARS	QUARTER ENDED			SIX MONTHS ENDED		YEAR ENDED
		30-Sep-14	30-Jun-14	30-Sep-13	30-Sep-14	30-Sep-13	31-Mar-14
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Segment Revenue</b>						
	(a) Domestic	7,320	9,157	8,544	16,477	18,017	38,917
	(b) Exports	5,582	7,055	1,891	12,637	2,683	15,218
	<b>Total</b>	<b>12,902</b>	<b>16,212</b>	<b>10,435</b>	<b>29,114</b>	<b>20,700</b>	<b>54,135</b>
	<b>Less : Inter Segment Revenue</b>	-	-	-	-	-	-
	<b>Net Sales / Income from Operation</b>	<b>12,902</b>	<b>16,212</b>	<b>10,435</b>	<b>29,114</b>	<b>20,700</b>	<b>54,135</b>
2	<b>Segment Results</b>						
	<b>Profit / (Loss) before tax and interest from each segment</b>						
	(a) Domestic	509	1,157	999	1,666	1,851	4,437
	(b) Exports	586	428	73	1,014	(90)	1,184
	<b>Total</b>	<b>1,095</b>	<b>1,585</b>	<b>1,072</b>	<b>2,680</b>	<b>1,761</b>	<b>5,621</b>
	<b>Less:</b>						
	(i) Other un-allocable expenditure net off un-allocable income	398	462	507	860	846	2,728
	<b>Total profit before tax</b>	<b>697</b>	<b>1,123</b>	<b>565</b>	<b>1,820</b>	<b>915</b>	<b>2,893</b>
3	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>						
	(a) Domestic	7,196	4,779	8,312	7,196	8,312	6,704
	(b) Exports	(374)	1,932	611	(374)	611	2,812
	(c) Unallocated	23,782	23,433	19,691	23,782	19,691	19,895
	<b>Total</b>	<b>30,604</b>	<b>30,144</b>	<b>28,614</b>	<b>30,604</b>	<b>28,614</b>	<b>29,411</b>

**NOTES:**

- The statement of unaudited financial results for the quarter and six months ended 30 September 2014 has been prepared following the same accounting policies as were followed in the annual financial statements for the year ended 31 March 2014.
- During the previous year, Ministry of Environment has revised rules vide notification dated 7 August 2013 for Emission Standards in respect of production and sale of generator sets (both petrol and kerosene based models) effective 31 May 2014 and 7 August 2014 respectively. Pursuant to the new rules, the Company has made necessary provision for non-usable raw material and for an onerous commitment aggregating to Rs 647.35 lakhs and shown as an exceptional item for the year ended 31 March 2014. Out of this provision, the Company has utilised provision amounting to Rs. 31 lakhs in the current quarter and six months period 30 September 2014. The Company has re-visited the management estimate and concluded that no further provision is required.
- Pursuant to change in Emission Standards, the Company has reassessed the useful life of dies used for production of discontinuing models and charged additional depreciation of Rs 21.37 lakhs in quarter ended 30 September 2014, Rs 42.74 lakhs in the six months ended 30 September 2014 and Rs 84.35 lakhs in year ended 31 March 2014.
- The Company has re-evaluated useful life of assets to comply with the requirement of Schedule II of the Companies Act, 2013. As a result of management re-assessment of useful life of assets, aligning with Schedule II of the Companies Act, 2013, the Company has recorded an additional depreciation of Rs 36.28 lakhs for the quarter ended 30 September 2014 and Rs. 65.84 lakhs for the six months ended 30 September 2014 in the Statement of Profit and Loss. Further, based on a transitional provision provided in Note 7(b) of Schedule II of the Companies Act, 2013, an amount of Rs 8.03 lakhs (net of deferred tax) was adjusted to retained earnings in the quarter ended 30 June 2014.
- During the current quarter and six months ended 30 September 2014, the Company has recognised an expense of Rs. 228.96 lakhs on account of replacement of certain parts of goods sold. The same has been charged as an expense in the statement of profit and loss in the current quarter and six months ended 30 September 2014.
- The figures for the previous period(s) / year have been re-grouped / recast, wherever necessary to make them comparable.
- The unaudited financial results for the quarter and six months ended 30 September 2014 have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 03 November 2014. The statutory auditors of the Company have audited the financial results for the year ended 31 March 2014. The statutory auditors of the Company have carried out a limited review of the financial results for the quarter and six months ended 30 September 2014. An unmodified opinion has been issued and the same is being filed with the stock exchange along with the above results.

- The segments have been identified in line with Accounting Standard (AS) 17 'Segment Reporting', taking into account the risks and return, organisation structure and internal reporting system.
- Segment revenue comprises income from sales and services which are directly identifiable to the individual segments. Segment results and capital employed includes amounts directly identifiable to each of the segments and which can be allocated on a reasonable basis. Unallocable income includes interest income on fixed deposits, net profit on sale of fixed assets, liabilities no longer required written back and exceptional items. Unallocable expenditure includes corporate expenditure which is not identifiable to any of the segments. Unallocated capital employed includes assets and liabilities which are not specifically allocable to individual segments.
- The figures for the previous period(s) / year have been re-grouped / recast, wherever necessary to make them comparable.
- The above segment results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 03 November 2014.

For and on behalf of  
Honda Siel Power Products Limited

Place : New Delhi  
Date : 03 November 2014

T. Hamasaki  
President and CEO