

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2014**

(Rs. lakhs)

	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
		Audited (Refer note 2)	Unaudited	Audited (Refer note 2)	Audited	Audited
<b>1</b>	<b>Income from operations</b>					
	(a) Net sales / income from operations (net of excise duty)	17,932	14,912	13,963	53,077	50,523
	(b) Other operating income	377	214	353	1,058	1,032
	<b>Total income from operations (net)</b>	<b>18,309</b>	<b>15,126</b>	<b>14,316</b>	<b>54,135</b>	<b>51,555</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	7,381	8,544	6,969	29,536	31,021
	(b) Purchases of stock in trade	755	702	1,027	3,231	4,717
	(c) Changes in inventories of finished goods, stock in trade and work in progress	3,310	98	1,338	113	(2,603)
	(d) Employee benefits expense	1,375	1,233	1,117	5,115	4,272
	(e) Depreciation and amortization expense	442	448	424	1,754	1,375
	(f) Other expenses	3,380	3,100	2,894	11,028	10,344
	<b>Total expenses</b>	<b>16,643</b>	<b>14,125</b>	<b>13,769</b>	<b>50,777</b>	<b>49,126</b>
<b>3</b>	<b>Profit from operations before other income and exceptional item (1-2)</b>	<b>1,666</b>	<b>1,001</b>	<b>547</b>	<b>3,358</b>	<b>2,429</b>
<b>4</b>	<b>Other income</b>	<b>167</b>	<b>66</b>	<b>153</b>	<b>457</b>	<b>697</b>
<b>5</b>	<b>Profit from ordinary activities before exceptional items(3+4)</b>	<b>1,833</b>	<b>1,067</b>	<b>700</b>	<b>3,815</b>	<b>3,126</b>
<b>6</b>	<b>Exceptional Items</b>	<b>922</b>	<b>-</b>	<b>-</b>	<b>922</b>	<b>-</b>
<b>7</b>	<b>Profit from ordinary activities before tax (5-6)</b>	<b>911</b>	<b>1,067</b>	<b>700</b>	<b>2,893</b>	<b>3,126</b>
<b>8</b>	<b>Tax expense</b>	<b>345</b>	<b>362</b>	<b>271</b>	<b>1,015</b>	<b>1,066</b>
<b>9</b>	<b>Net profit for the period (7-8)</b>	<b>566</b>	<b>705</b>	<b>429</b>	<b>1,878</b>	<b>2,060</b>
<b>10</b>	<b>Paid-up equity share capital (face value of Rs. 10 per share)</b>	<b>1,014</b>	<b>1,014</b>	<b>1,014</b>	<b>1,014</b>	<b>1,014</b>
<b>11</b>	<b>Reserve excluding revaluation reserves</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28,397</b>	<b>26,993</b>
<b>12</b>	<b>Earnings per share (face value of Rs 10 per share) (not annualised except for the year ended 31Mar 14 and 31 Mar 13 )</b>					
	(a) Basic	5.58	6.95	4.23	18.52	20.31
	(b) Diluted	5.58	6.95	4.23	18.52	20.31
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>					
<b>1</b>	<b>Public shareholding</b>					
	- Number of shares	3,279,638	3,279,638	3,279,638	3,279,638	3,279,638
	- Percentage of shareholding	32.33%	32.33%	32.33%	32.33%	32.33%
<b>2</b>	<b>Promoters and promoter group shareholding</b>					
	a) Pledged / Encumbered					
	- Number of shares	Nil	Nil	Nil	Nil	Nil
	b) Non - Encumbered					
	- Number of shares	6,863,433	6,863,433	6,863,433	6,863,433	6,863,433
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	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%

<b>B</b>	<b>INVESTOR COMPLAINTS</b>	<b>QUARTER ENDED</b>
		<b>31-Mar-14</b>
	Pending at the beginning of the quarter	1
	Received during the quarter	3
	Disposed off during the quarter	3
	Remaining unresolved at the end of the quarter	1

✓ *K.H.*



Honda Siel Power Products Limited  
Regd. Office : 409, DLF Tower B, Jasola Commercial Complex, New Delhi -110025

**STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2014**

(Rs. lakhs)

	Particulars	As at	As at
		31-Mar-14	31-Mar-13
		Audited	Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' funds</b>		
	(a) Share Capital	1,014	1,014
	(b) Reserves and surplus	28,397	26,993
	<b>Sub-total - Shareholders' funds</b>	<b>29,411</b>	<b>28,007</b>
<b>2</b>	<b>Non-current liabilities</b>		
	(a) Deferred tax liability (net)	287	478
	(b) Other long-term liabilities	183	170
	(c) Long-term provisions	272	200
	<b>Sub-total - Non-current liabilities</b>	<b>742</b>	<b>848</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Trade payables	5,540	5,491
	(b) Other current liabilities	1,619	1,500
	(c) Short-term provisions	1,293	577
	<b>Sub-total - Current liabilities</b>	<b>8,452</b>	<b>7,568</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>38,605</b>	<b>36,423</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Fixed assets	11,522	11,827
	(b) Long-term loans and advances	4,053	2,815
	<b>Sub-total - Non-current assets</b>	<b>15,575</b>	<b>14,642</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	10,715	10,546
	(b) Trade receivables	3,976	2,816
	(c) Cash and bank balance	5,177	5,836
	(d) Short-term loans and advances	3,072	2,565
	(e) Other current assets	90	18
	<b>Sub-total - Current assets</b>	<b>23,030</b>	<b>21,781</b>
	<b>TOTAL - ASSETS</b>	<b>38,605</b>	<b>36,423</b>

✓ J.H

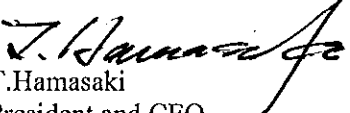
**NOTES:**

1. The Board of directors have recommended a dividend of Rs. 4.00 per share (excluding corporate dividend tax) as compared to Rs 4.00 per share declared last year.
2. The figures for the quarter ended 31 March 2014 and 31 March 2013 are the balancing figures between audited figures in respect of the full financial year and the year-to-date published figures upto the period ended 31 December 2013 and 31 December 2012 respectively.
3. The financial results for the quarter and year ended 31 March 2014 have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 30 May 2014. The statutory auditors of the Company have audited the financial results for the year ended 31 March 2014. An unmodified opinion has been issued and the same is being filed with the stock exchange alongwith the above results.
4. With a view to restructure the operation of the Company, the Board of Directors, has decided to shift its manufacturing operation at Puducherry plant and consolidate with manufacturing facility at Greater Noida. The Company has closed its operation of Puducherry plant with effect from 3 March 2014.

The Company has entered into settlement arrangement with its 23 employees on 13 March 2014 and made necessary provision/payment for termination benefit aggregating to Rs 185.73 lakhs as full and final settlements. The remaining employees are expected to join at Greater Noida/ other locations of the Company.

5. The 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 expects that it will not be able to use raw material inventory aggregating to Rs.350.01 lakhs for production purposes. Further, the Company has an obligation to purchase raw materials (pertaining to discontinuing models) aggregating to Rs. 297.34 lakhs from its vendors. Accordingly, the Company has made necessary provision for such non-usable raw material and onerous commitment as at 31 March 2014.
6. Pursuant to change in Emission Standards, the Company will have limited use for certain dies which are currently used for the production of discontinuing models. Therefore, the Company has re-assessed the useful life of those dies and charged additional accelerated depreciation amounting to Rs. 84.35 lakhs.
7. The figures for the previous period(s) / year have been re-grouped / recast, wherever necessary to make them comparable.

For and on behalf of  
Honda Siel Power Products Limited

  
T.Hamasaki  
President and CEO

Place : New Delhi  
Date : 30 May 2014

Honda Siel Power Products Limited

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

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2014  
SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. lakhs)

S. No.	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
		Audited (Refer note 2)	Unaudited	Audited (Refer note 2)	Audited	Audited
1	<b>Segment Revenue</b>					
	(a) Domestic	10,840	10,060	12,250	38,917	44,156
	(b) Exports	7,469	5,066	2,066	15,218	7,399
	<b>Total</b>	<b>18,309</b>	<b>15,126</b>	<b>14,316</b>	<b>54,135</b>	<b>51,555</b>
	<b>Less : Inter Segment Revenue</b>	-	-	-	-	-
	<b>Net Sales / Income from Operation</b>	<b>18,309</b>	<b>15,126</b>	<b>14,316</b>	<b>54,135</b>	<b>51,555</b>
2	<b>Segment Results</b>					
	<b>Profit / (Loss) before tax and interest from each segment</b>					
	(a) Domestic	1,599	987	253	4,437	4,830
	(b) Exports	693	581	(347)	1,184	(454)
	<b>Total</b>	<b>2,292</b>	<b>1,568</b>	<b>(94)</b>	<b>5,621</b>	<b>4,376</b>
	<b>Less:</b>					
	(i) Other un-allocable expenditure net off un-allocable income	1,381	501	(794)	2,728	1,250
	<b>Total profit before tax</b>	<b>911</b>	<b>1,067</b>	<b>700</b>	<b>2,893</b>	<b>3,126</b>
3	<b>Capital Employed (Segment Assets – Segment Liabilities)</b>					
	(a) Domestic	6,704	9,978	8,132	6,704	8,132
	(b) Exports	2,812	2,314	904	2,812	904
	(c) Unallocated	19,895	17,027	18,971	19,895	18,971
	<b>Total</b>	<b>29,411</b>	<b>29,319</b>	<b>28,007</b>	<b>29,411</b>	<b>28,007</b>

- 1) 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.
- 2) 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.
- 3) The figures for the previous period(s) / year have been re-grouped / recast, wherever necessary to make them comparable.
- 4) The above segment results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 30 May 2014

For and on behalf of  
Honda Siel Power Products Limited

  
T. Hamasaki  
President & CEO

Place : New Delhi

Date : 30 MAY 2014

# B S R & Co. LLP

Chartered Accountants

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## Auditor's Report

To the Board of Directors of Honda Siel Power Products Limited

### Report on financial results

1. We have audited the accompanying annual financial results of Honda Siel Power Products Limited ('the Company') for the year ended 31 March 2014, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. Attention is drawn to the fact that the figures for the quarter ended 31 March 2014 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.

### Management's responsibility for the financial results

2. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter. Management is responsible for the preparation of these financial results that give a true and fair view of the net profit and other financial information in accordance with the recognition and measurement principles laid down in the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India and in compliance with Clause 41 of the Listing Agreement.

This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

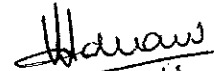
3. Our responsibility is to express an opinion on these financial results based on our audit of the annual financial statements. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). 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.

### Opinion

4. In our opinion and to the best of our information and according to the explanations given to us these financial results:
  - (i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
  - (ii) give a true and fair view of the net profit and other financial information for the year ended 31 March 2014

5. We draw attention to Note 6 and 7 to the annual financial results, regarding the change in the emission standards in respect of production and sale of generator sets effective 31 May 2014 and 7 August 2014 respectively. As mentioned in the said note, the management has made an assessment of the impact of such change on the carrying value of the inventories and related fixed assets i.e. tools and dies. Being a technical matter, we have relied upon the management assessment regarding the identification of such inventories and fixed assets. Further, the provision towards write down of inventories is dependent on Company's ability to meet the production and sales plan. Our opinion is not qualified in respect of this matter.
6. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Company in terms of clause 35 of the Listing Agreement and found the same to be correct.

*For B S R & Co. LLP*  
*Chartered Accountants*  
Firm Registration No.: 101248W



Vikram Advani  
Partner  
Membership No.: 091765

Place: *New Delhi*  
Date : 30 May 2014