

**SML ISUZU LIMITED**  
(Formerly Swaraj Mazda Limited)

Regd. Office : Village Asron, Distt. Shahid Bhagat Singh Nagar (Nawanshahar) - 144 533, Punjab

**UNAUDITED FINANCIAL RESULTS FOR THE  
SECOND QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2011**

(Rs. Crores)

	2nd Quarter Ended		Half Year Ended		Audited
	30.09.2011	30.09.2010	30.09.2011	30.09.2010	Year Ended
	Unaudited				31.03.2011
a) Net Sales/Income from Operations	246.54	198.32	483.81	394.53	903.86
b) Other Operating Income	2.08	1.71	3.84	2.81	7.92
<b>Total Income from Operations</b>	<b>248.62</b>	<b>200.03</b>	<b>487.65</b>	<b>397.34</b>	<b>911.78</b>
<b>EXPENDITURE</b>					
a) (Increase)/decrease in stock in trade and work-in-progress	(8.98)	(29.75)	(8.95)	(41.92)	(15.90)
b) Consumption of raw materials	183.31	171.51	360.53	332.19	689.06
c) Purchase of traded goods	12.97	8.35	19.70	14.81	33.71
d) Employees cost	17.33	14.98	33.90	30.01	59.94
e) Depreciation / amortisation	2.54	2.11	4.99	4.21	8.91
f) Other expenditure	22.75	18.38	43.25	34.28	75.51
<b>Total Expenditure</b>	<b>229.92</b>	<b>185.58</b>	<b>453.42</b>	<b>373.58</b>	<b>851.23</b>
<b>Profit before interest and tax</b>	<b>18.70</b>	<b>14.45</b>	<b>34.23</b>	<b>23.76</b>	<b>60.55</b>
Interest	1.19	1.97	2.54	4.05	9.17
<b>Profit before tax</b>	<b>17.51</b>	<b>12.48</b>	<b>31.69</b>	<b>19.71</b>	<b>51.38</b>
Tax expense	5.64	3.21	9.92	5.30	14.82
<b>Net Profit after tax for the period</b>	<b>11.87</b>	<b>9.27</b>	<b>21.77</b>	<b>14.41</b>	<b>36.56</b>
Paid-up equity share capital (Face value Rs. 10/-)	14.48	14.48	14.48	14.48	14.48
Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	196.31
<b>BASIC / DILUTED EARNING PER SHARE (Rs.)</b> (Not Annualised)	<b>Rs.8.2</b>	<b>Rs. 6.4</b>	<b>Rs.15.0</b>	<b>Rs. 9.9</b>	<b>Rs. 26.3</b>
<b>PUBLIC SHAREHOLDING</b>					
- Number of shares	65,17,459	65,17,459	65,17,459	65,17,459	65,17,459
- Percentage of shareholding	45.0%	45.0%	45.0%	45.0%	45.0%
<b>PROMOTERS AND PROMOTER GROUP SHAREHOLDING</b>					
a) Pledged / encumbered					
- Number of shares	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL
b) Non-Encumbered					
- Number of Shares	79,54,187	79,54,187	79,54,187	79,54,187	79,54,187
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	55.0%	55.0%	55.0%	55.0%	55.0%

## Notes :

## 1 Statement of Assets and Liabilities (Unaudited) as at 30th September

	Rs. Crores	
BALANCE SHEET	2011	2010
<b>Shareholders' Funds</b>		
(a) Capital	14.48	14.48
(b) Reserves and Surplus	220.07	189.68
<b>Loan Funds</b>	108.00	96.34
<b>Deferred Tax Liabilities (Net)</b>	7.31	7.07
<b>TOTAL</b>	<b>349.86</b>	<b>307.55</b>
<b>Fixed Assets</b>	141.17	123.70
<b>Current Assets, Loans and Advances</b>		
(a) Inventories	211.90	220.74
(b) Sundry Debtors	105.52	97.00
(c) Cash and Bank balances	68.77	34.81
(d) Other current assets	4.38	2.15
(e) Loans and Advances	35.80	37.58
Total	426.37	392.26
<b>Less: Current Liabilities and Provisions</b>		
(a) Liabilities	184.41	180.46
(b) Provisions	33.27	27.95
Total	217.68	208.41
<b>Net Current Assets</b>	<b>208.69</b>	<b>183.85</b>
<b>TOTAL</b>	<b>349.86</b>	<b>307.55</b>

- 2 The above results were taken on record by the Board of Directors in their meeting held at New Delhi on 10th November, 2011 and have been subjected to a 'Limited Review' by the Auditors of the Company. Review Report of the Auditors is available on Company's website [www.smlisuzu.com](http://www.smlisuzu.com).
- 3 The statement of unaudited financial results for the second quarter and half year ended 30th September, 2011 have been prepared following the same accounting policies as those followed in the annual financial statements for the year ended 31st March, 2011.
- 4 The Company is primarily engaged in the business of Commercial Vehicles and its parts. As the basic nature of these activities are governed by same set of risk and returns, these constitute and have been grouped as single segment in above disclosure as per Accounting Standard 17 dealing with "Segment Reporting".
- 5 Through issue of Excise Notification No. 11/95 dated March 16, 1995, the Government sought to lapse Rs. 4.88 crores out of Modvat Credit receivable balance as on March 16, 1995. Petition by the Company and others with the Delhi High Court challenging the said Notification on grounds of law and equity was allowed by the Supreme Court vide order dated January 28, 1999. The Finance Act, 1999 has, however, brought in retrospective amendments w.e.f. March 16, 1995 in the Central Excise Act, empowering the Central Government to lapse such Modvat. On legal advice obtained by the Company to seek redressal against the action of the Government, the Company has filed writ petition before the Delhi High Court on the ground that the Government action violates the doctrine of promissory estoppel / expectation principle besides other grounds. The court has already admitted the petition. Accordingly, pending the Company's petition and decision thereupon, the amount of Rs. 4.88 crores though adjusted in Excise Records has not been provided in the books of account.
- 6 The Company had issued 3,984,946 Equity shares of Rs. 10 each at a premium of Rs. 190 per share on Rights basis on 28th March, 2010. The net proceeds (Net of issue expenses Rs. 118.52 lacs) of the Rights issue were utilized for repayment of Allahabad Bank Term Loan Rs. 5,000.00 lacs and for general corporate purposes Rs. 1,051.37 lacs. Out of proceeds of Rs. 1,800.00 lacs earmarked for financing the expansion project, Rs. 414.24 lacs have been utilized for ongoing Phase I of expansion project till 30th September, 2011 and Rs. 1,385.76 lacs are placed with a commercial bank as fixed deposit as per terms of Letter of Offer.
- 7 Interest expense for the half year and quarter ended 30th September, 2011 is net of Interest income of Rs. 2.02 crores (Corresponding half year Rs. 0.56 crores) and Rs. 1.08 crores (Corresponding quarter Rs. 0.31 crores) respectively. Interest expense for the year ended 31st March 2011 is net of Interest Income of Rs. 1.22 crores.
- 8 During the quarter ended 30th September, 2011, the Company received 1 complaint from the shareholder which was duly resolved. There are no complaints remaining unresolved as at the beginning and end of the quarter.
- 9 Previous period figures have been regrouped / recast, wherever necessary to confirm to current period classification.

For and on behalf of  
the Board of Directors

  
(Yutaka Watanabe)  
Managing Director & CEO