

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BHARAT GEARS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **BHARAT GEARS LIMITED** ("the Company"), for the quarter ended 30 June, 2023 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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**Deloitte
Haskins & Sells LLP**

5. The comparative financial information of the Company for the quarter ended 30 June, 2022 prepared in accordance with Ind AS included in this Statement has been reviewed by the predecessor auditor. The report of the predecessor auditor on this comparative financial information dated 22 July, 2022 expressed an unmodified opinion.

Our conclusion on the Statement is not modified in respect of this matter.

For Deloitte Haskins & Sells LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Saira Nainar
Partner
Membership No. 040081
UDIN: 23040081BGWLTZ1612

Place: Mumbai
Date: 10 August, 2023



BHARAT GEARS LIMITED

CIN: L29130HR1971PLC034365

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

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE, 2023

(₹ in lakhs)

	Particulars	Quarter ended			Previous year ended
		30.06.2023	31.03.2023	30.06.2022	31.03.2023
		(Unaudited)	(Unaudited) Refer note 6	(Unaudited)	(Audited)
1	Revenue from operations	17,048	17,949	18,397	76,636
2	Other income (Refer note 4)	41	47	238	876
3	Total income (1+2)	17,089	17,996	18,635	77,512
4	Expenses				
	(a) Cost of materials and components consumed	9,195	9,105	10,583	41,642
	(b) Changes in inventories of finished goods and work-in-progress	(299)	483	(921)	(756)
	(c) Employee benefits expense	2,932	2,769	2,737	11,576
	(d) Finance costs	442	456	416	1,708
	(e) Depreciation and amortisation expense	555	523	469	2,007
	(f) Other expenses (Refer note 5)	4,366	4,610	4,775	19,575
	Total expenses	17,191	17,946	18,059	75,752
5	(Loss)/Profit before tax (3-4)	(102)	50	576	1,760
6	Tax expense				
	(a) Current tax	(24)	(77)	167	466
	(b) Deferred tax (credit)/charge	(2)	63	(21)	(42)
	(c) (Excess) provision for tax relating to prior years	-	(20)	-	(13)
7	Net (loss)/profit for the period (5-6)	(76)	84	430	1,349
8	Other comprehensive income				
	Items that will not be reclassified to profit or loss				
	- Re-measurement (loss)/gain on defined benefits obligations	(9)	(289)	21	(149)
	- Income tax effect	2	72	(5)	37
	Other comprehensive (loss)/income (net of tax)	(7)	(217)	16	(112)
9	Total comprehensive (loss)/income for the period (7+8)	(83)	(133)	446	1,237
10	Paid-up equity share capital (Refer note 7) (Face value ₹ 10/- per share)	1,536	1,536	1,024	1,536
11	Other equity				10,520
12	Earnings per share (Refer note 7) [face value of ₹ 10 /- each (* not annualised)]				
	Basic and diluted (₹)	*(0.49)	*0.54	*2.80	8.78

Notes:

1. The above Unaudited 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 10 August, 2023.
2. The statutory auditors of the Company have carried out limited review of the aforesaid Unaudited Financial Results.
3. 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".
4. Other income includes:

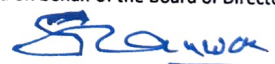
Particulars	Quarter ended			(₹ in lakhs)
	30.06.2023	31.03.2023	30.06.2022	Previous year ended
	(Unaudited)	(Unaudited) Refer note 6	(Unaudited)	31.03.2023 (Audited)
Net exchange gain	13	26	219	796

5. Other expenses are net of:

Particulars	Quarter ended			(₹ in lakhs)
	30.06.2023	31.03.2023	30.06.2022	Previous year ended
	(Unaudited)	(Unaudited) Refer note 6	(Unaudited)	31.03.2023 (Audited)
Recovery of expenses for the earlier year	-	-	-	93

6. The figures of the quarter ended 31 March, 2023 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures upto 31 December, 2022, which were subjected to limited review by statutory auditors.
7. In terms of approval of the Board of Directors at their meeting held on 24 August, 2022, the Company had recommended bonus share issue in the ratio of 1:2 i.e. one equity bonus share for two fully paid-up equity shares. This has subsequently been approved by the Shareholders at their meeting held on 20 September, 2022. The record date was 28 September, 2022. Pursuant to the approval given by its shareholders, the Company has allotted 51,18,353 equity shares of Rs. 10 each as fully paid bonus equity shares to the eligible shareholders on 03 October, 2022. Basic and diluted earnings per share have been adjusted for the quarter ended 30 June, 2022 and presented in accordance with Ind AS 33, Earnings Per Share.
8. Previous period's figures have been regrouped/reclassified wherever necessary.

For and on behalf of the Board of Directors



SURINDER PAUL KANWAR
Chairman & Managing Director

Place: Mumbai
Date: 10 August, 2023