SML/SEC/2024-25-024
23rd May, 2024

Dy. General Manager- Corporate Relationship Department BSE Limited P.J Towers, Dalal Street Fort, Mumbai-400 001	The Secretary, National Stock Exchange of India Ltd. Exchange Plaza, 5th Floor, Plot no. C/1, G Block Bandra- Kurla Complex Bandra (E), Mumbai – 400 051
Scrip Code: 505192	**Scrip Code: SMLISUZU**

Dear Sir,

Outcome of Board Meeting - Regulation 30 of SEBI (LODR) Regulations, 2015

This is to inform you that the Board of Directors of the Company at their Meeting held today i.e. **23rd May, 2024 (Thursday)** at New Delhi have :

1. Approved the Audited Financial Results for the fourth quarter & financial year ended on 31st March, 2024.

   In compliance with the provisions of Regulation 33(3)(d) of the SEBI (Listing and Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby declares that the Statutory Auditors, M/s Walker Chandiok & Co LLP, Chartered Accountants (Firm Registration No. 001076N/N500013), have issued the Audit Report with unmodified opinion on the Audited Financial Results of the Company for the fourth quarter and financial year ended on 31st March, 2024. A copy of the Audited Financial Results along with Statutory Auditor's report with unmodified opinion is enclosed herewith.

2. Considered and recommended final dividend of 160% (Rs.16 per equity share of Rs.10 each fully paid up) for financial year ended on 31st March 2024, subject to approval by the shareholders of the Company at the ensuing Annual General Meeting.

The Board meeting commenced at 11:15 A.M. and concluded at 02:54 P.M.

You are requested to kindly take note of the above information on your records.

Yours faithfully
For SML ISUZU LIMITED

Parvesh Madan

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Date: 2024.05.23 14:55:25 +05'30'

(PARVESH MADAN)
Company Secretary & Compliance Officer
pmadan@smlisuzu.com
ACS-31266

SML ISUZU LIMITED

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

CIN : L50101PB1983PLC005516, Website: www.smlisuzu.com, Email id : investors@smlisuzu.com, T : 91 1881 270255, F: 91 1881 270223

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2024

(Rupees in Crores, except share data, per share data and unless otherwise stated)

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
		Audited (refer note 6)	Unaudited	Audited (refer note 6)	Audited	
1	INCOME					
	a) Revenue from operations	679.60	386.13	583.22	2,195.93	1,821.59
	b) Other income	2.02	0.97	1.64	5.41	3.12
	Total Income (1)	**681.62**	**387.10**	**584.86**	**2,201.34**	**1,824.71**
2	EXPENSES					
	a) Cost of materials consumed	498.10	412.41	437.93	1,754.81	1,491.83
	b) Purchase of stock-in-trade	20.44	17.78	23.35	78.41	78.48
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3.20)	(140.98)	2.38	(135.89)	(109.12)
	d) Employee benefits expense	50.41	49.49	47.12	195.69	172.45
	e) Finance cost	10.72	7.88	9.39	30.35	25.05
	f) Depreciation and amortisation expense	12.10	12.04	10.43	47.52	42.43
	g) Other expenses	42.65	25.63	29.19	124.00	106.31
	Total Expenses (2)	**631.22**	**384.25**	**559.79**	**2,094.89**	**1,807.43**
3	**Profit before tax (1-2)**	**50.40**	**2.85**	**25.07**	**106.45**	**17.28**
4	Tax expense / (credit)					
	- Current tax	-	-	-	-	-
	- Tax adjustment related to prior years	0.08	-	(0.23)	0.08	(0.23)
	- Deferred tax	(2.00)	0.17	(1.49)	(1.51)	(2.32)
5	**Profit for the period (3-4)**	**52.32**	**2.68**	**26.79**	**107.88**	**19.83**
6	**Other Comprehensive Income**					
	A. (i) Items that will not be reclassified to Profit or Loss					
	- Remeasurement gains / (losses) gains on defined benefit plans	1.61	(0.64)	(2.64)	(0.32)	(3.77)
	(ii) Income tax related to items that will not be reclassified to profit or loss	(0.41)	0.17	0.95	0.08	0.95
	B. (i) Items that will be reclassified to Profit or Loss					
	- Effective portion of gains on hedging instruments in cash flow hedges	-	-	-	-	0.28
	(ii) Income tax related to items that will be reclassified to profit or loss	-	-	-	-	(0.83)
7	**Total Comprehensive income for the period (5+6) [comprising Profit and Other Comprehensive Income for the period]**	**53.52**	**2.21**	**25.10**	**107.64**	**16.46**
8	Paid-up equity share capital (face value Rs. 10 per share)	14.48	14.48	14.48	14.48	14.48
9	Other equity				271.11	163.47
10	**Basic and diluted earnings per share in Rs. (not annualised)**	**36.14**	**1.86**	**18.52**	**74.54**	**13.71**
	See accompanying notes to the audited financial results					

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

JUNYA YAMANISHI

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Statement of Assets and Liabilities as at 31 March 2024

Rs. Crores

	Particulars	Audited 31.03.2024	Audited 31.03.2023
A.	**ASSETS**		
1	**Non-current assets**		
	Property, plant and equipment	267.20	275.31
	Capital work-in-progress	2.57	0.94
	Right of use assets	5.01	5.93
	Intangible assets	68.30	74.65
	Intangible assets under development	8.01	10.24
	Financial assets		
	- Loans	2.02	0.82
	- Other financial assets	2.94	4.19
	Deferred tax assets (net)	19.08	17.50
	Income tax assets (net)	5.02	2.71
	Other non-current assets	7.76	6.11
	Total non-current assets (A)	**387.91**	**398.40**
2	**Current assets**		
	Inventories	579.73	421.89
	Financial assets		
	- Trade receivables	168.97	75.75
	- Cash and cash equivalents	34.82	3.49
	- Bank balances other than cash and cash equivalents	13.87	2.35
	- Loans	0.67	0.45
	- Other financial assets	1.33	0.57
	Other current assets	25.22	33.66
	Total current assets (B)	**824.61**	**538.16**
	Total assets (A+B)	**1,212.52**	**936.56**
B.	**EQUITY AND LIABILITIES**		
1	**Equity**		
	Equity share capital	14.48	14.48
	Other equity	271.11	163.47
	Total equity (C)	**285.59**	**177.95**
2	**Liabilities**		
	Non-current liabilities		
	Financial liabilities		
	- Borrowings	40.35	16.52
	- Lease liabilities	3.07	4.06
	- Other financial liabilities	11.83	11.34
	Provisions	50.28	40.07
	Other non-current liabilities	1.85	1.66
	Total non-current liabilities (D)	**107.38**	**73.65**
	Current liabilities		
	Financial liabilities		
	- Borrowings	375.30	241.59
	- Trade payables		
	(a) total outstanding dues of micro enterprises and small enterprises	21.04	17.40
	(b) total outstanding dues of creditors other than micro enterprises and small enterprises	310.84	274.20
	- Lease liabilities	2.55	2.34
	- Other financial liabilities	11.79	14.54
	Other current liabilities	65.52	118.84
	Provisions (refer note 5)	32.36	15.90
	Current tax liabilities (net)	0.15	0.15
	Total current liabilities (E)	**819.55**	**684.96**
	Total liabilities (D+E)	**926.93**	**758.61**
	Total equity and liabilities (C+D+E)	**1,212.52**	**936.56**

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

JUNYA YAMANISHI

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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2024

(Rupees in Crores)

	Audited Year ended 31 March 2024	Audited Year ended 31 March 2023
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	**106.45**	**17.28**
Adjustments for :		
Depreciation and amortization expense	47.52	42.43
Unrealised loss on foreign exchange fluctuation (net)	-	0.01
Finance costs	30.35	25.04
Interest income	(2.07)	(1.63)
Property, plant and equipment written off (net)	0.52	0.10
Net gain on sale of property, plant and equipment	(1.08)	-
Allowance for doubtful trade receivables / advances	0.07	-
Provision for inventories written down / (written back)	2.71	(0.86)
Bad debts / advances written off	0.35	0.15
Liabilities/provisions/allowances no longer required written back	(0.40)	(1.73)
Operating profit before working capital changes	184.42	80.79
Adjustments for changes in :		
Trade receivables	(93.43)	4.30
Inventories	(160.55)	(125.04)
Other non-current and current financial assets	(0.65)	1.66
Other non-current and current loans	(1.41)	(0.44)
Other non-current and current assets	7.90	(8.37)
Trade payables	40.57	47.00
Non-current and current provisions	25.54	8.35
Other non-current and current financial liabilities	2.43	0.15
Other non-current and current liabilities	(53.13)	75.51
Cash (used in) / generated from operations	**(48.31)**	**83.91**
Less: Direct tax paid / (refund) [net]	1.37	(6.15)
Net cash (used in) / generated from operating activities	**(49.68)**	**90.06**
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Payment for property, plant and equipment, intangible assets, capital work in progress and intangible assets under development	(42.43)	(41.30)
Proceeds from sale of property, plant and equipment	5.23	-
Maturity of / (investment in) bank deposits [having original maturity of more than three months]	0.99	(1.80)
(Investment in) / maturity of bank deposits held as margin money	(11.53)	0.44
Interest received	1.94	0.58
Net cash used in investing activities	**(45.80)**	**(42.08)**
C. CASH FLOW FROM FINANCING ACTIVITIES		
Long-term borrowings taken during the year	49.26	30.67
Long-term borrowings repaid during the year	(17.74)	(48.17)
Payment of lease liabilities (Principal)	(1.79)	(2.57)
Payment of lease liabilities (Interest)	(0.55)	(0.64)
Short-term borrowings taken / (repaid) during the year (net)	126.03	(10.44)
Dividend transferred to Investor Education and Protection Fund	(0.28)	(0.20)
Dividend paid	-	(0.01)
Withdrawal from unpaid dividend accounts	0.28	0.21
Finance costs paid	(28.40)	(24.01)
Net cash generated from / (used in) financing activities	**126.81**	**(55.16)**
Net increase / (decrease) in cash and cash equivalents	31.33	(7.18)
Cash and cash equivalents at the beginning of the year	3.49	10.67
Cash and cash equivalents at the end of the year	34.82	3.49

Notes to the Cash Flow Statement :-

1. Components of cash and cash equivalents

Balances with banks		
- Bank deposits (original maturity of 3 months or less)	12.41	1.60
- Current accounts	22.41	1.89
	34.82	**3.49**

2. The above "Statement of Cash flows" has been prepared as per the Indirect method as set out in Indian Accounting Standard-7, "Statement of Cash Flows".

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

JUNYA YAMANISHI

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Notes :

1 The above audited results were reviewed by the Audit Committee on 22 May 2024 and approved by the Board of Directors in their meeting held on 23 May 2024. The above results for the year ended 31 March 2024 have been audited by the Statutory Auditors of the Company. The unmodified audit report of the Statutory Auditors is being filed with the BSE and National Stock Exchange Limited. For more details on the audited results, visit 'disclosure' section of our website at www.smlisuzu.com and 'Financial Results' in 'Corporates' section of www.nseindia.com and www.bseindia.com.

2 The above financial results have been prepared in accordance with the recognition and measurement principles of the Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.

3 The Company is primarily engaged in the business of manufacturing of commercial vehicles and related components which constitutes a single business segment and accordingly, disclosure requirements of Ind AS 108, 'Operating Segments' are not required to be given. As defined in Ind AS 108, the Chief Operating Decision Maker (CODM), i.e. the Board of Directors, evaluates the performance of the Company and allocates resources based on the analysis of the various performance indicators of the Company as a single unit.

4 The Company has unrecognized deferred tax assets of Rs. 30.52 crores on unabsorbed depreciation and unused tax losses of Rs. 121.28 crores as on 31 March 2023. During the current year, the Company has recognized entire amount of unrecognized deferred tax asset considering current profits and sufficient future taxable profits based on projections.

5 In September 2010, the Company had initiated arbitration proceedings against the Delhi Metro Railway Corporation (DMRC) seeking compensation for losses due to cancellation of a contract. The Company had won an arbitral award in August 2014 allowing claims of Rs. 11.52 crores which was challenged by DMRC before Hon'ble High Court of Delhi ('High Court'). During the year, the Company filed an Execution Petition before High Court for enforcement of Arbitration Award and High Court directed the release of the said amount to the Company, subject to satisfaction of the Registrar General on submission of security. The amount of Rs. 11.52 crores was released to the Company on 30 March 2024, upon furnishing bank guarantee. The management is expecting a favorable outcome based on the evaluation of the case. As the case filed by DMRC is presently sub-judice and bank guarantee has been furnished, the management has recorded a provision for contingencies of Rs. 11.52 crores in the financial results.

6 The figures for the quarter ended 31 March 2024 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 third quarter of the relevant financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit.

7 The Board of Directors has considered and recommended a final dividend of 160 % (Rs. 16 per equity share of Rs. 10 each fully paid up) amounting to Rs. 23.15 crores, subject to approval by the shareholders at the ensuing Annual General Meeting.

8 The CEO and CFO have certified these results under Regulation 33(2) of SEBI (LODR) Regulations, 2015.

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

For and on behalf of
the Board of Directors

JUNYA YAMANISHI

(Junya Yamanishi)
Managing Director & CEO
DIN: 09174162

Place: New Delhi
Date: 23 May 2024

Walker Chandiok & Co LLP
B-309, 3rd Floor,
Elante Office Building,
Industrial Area, Phase I,
Chandigarh - 160 002
India

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Independent Auditor's Report on Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of SML Isuzu Limited

Opinion

1. We have audited the accompanying annual financial results ('the Statement') of SML Isuzu Limited ('the Company') for the year ended 31 March 2024, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').

2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

   (i) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations, and

   (ii) gives a true and fair view in conformity 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 ('the Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the net profit after tax and other comprehensive loss and other financial information of the Company for the year ended 31 March 2024.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

Responsibilities of Management and Those Charged with Governance for the Statement

4. This Statement has been prepared on the basis of the annual financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profits and other comprehensive loss and other financial information of the Company in accordance with the Ind AS specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

5. In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

6. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

7. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

8. As part of an audit in accordance with the Standards on Auditing, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

   - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
   - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls;
   - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;
   - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS * attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

9. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

10. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

11. The Statement includes the financial results for the quarter ended 31 March 2024, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No.: 001076N/N500013

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

Sandeep Mehta
Partner
Membership No. 009410
UDIN: 24099410BKELFZ1801

Place: New Delhi
Date: 23 May 2024