

FAG Bearings India Limited  
Head Office & Works: Maneja, Vadodara (Gujarat) – 390013 India

**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
MUMBAI- 400 001

**National Stock Exchange of India Limited**  
Exchange Plaza, C - 1, Block G,  
Bandra-Kurla Complex, Bandra (E)  
MUMBAI- 400 051

**Company Code: 505790**

**Company Code: FAGBEARING**

Your reference, your message from	Our reference, our message from	Phone	Fax	Date
		+91-265-6602206	+91-265-2638804	14.02.2017

**Sub: Audited Financial Results for the quarter and year ended December 31, 2016**

Ref : (I) Reg. 30 read with Schedule III of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

(II) Reg. 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

Dear Sirs,

Please find enclosed herewith –

- Audited Financial Results for the Quarter & Year ended December 31, 2016;
- Auditors' Report on the Audited Financial Results for the Quarter & Year ended December 31, 2016.
- Declaration in respect of Auditor's Report with unmodified opinion on the Annual Audited Financial Results for the Year ended December 31, 2016

Please note that above Financial Results have been approved by the Board in its meeting held on **Tuesday, 14<sup>th</sup> Day of February, 2017** at Mumbai and are being published in the Newspapers.

The Board Meeting commenced at 1100 hours and concluded at 1530 hours.

Please take the same on your record.

Thanking you.  
Yours faithfully,  
**For FAG Bearings India Limited**

  
**Raj Sarraf**  
**Company Secretary**  
ICSI M No.: ACS 15526



Encl: As above

**FAG BEARINGS INDIA LIMITED**

Regd. Office : Nariman Bhavan, 8th Floor, 227 Backbay Reclamation, Nariman Point, Mumbai - 400 021

Ph. +91 22 66814444; Fax; +91 22 22027022 Website: www.schaeffler.co.in Email: raj.sarraf@schaeffler.com

CIN: L29130MH1962PLC012340



(Amount in MioINR except per share data)

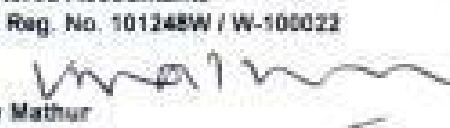
**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2016**
**PART I**

Sr. No.	Particulars	THREE MONTHS ENDED			YEAR ENDED	YEAR ENDED
		Dec. 31, 2016	Sep.30, 2016	Dec. 31, 2015	Dec. 31, 2016	Dec. 31, 2015
		(AUDITED)	(UNAUDITED)	(AUDITED)	(AUDITED)	
<b>1</b>	<b>Income from Operations</b>					
	(a) Net sales / Income from Operations ( Net of excise duty )	4,613.0	4,689.3	4,388.3	17,898.6	17,077.6
	(b) Other Operating Income	55.5	79.8	61.3	240.4	166.7
	<b>Total income from operations (Net)</b>	<b>4,668.5</b>	<b>4,769.1</b>	<b>4,449.6</b>	<b>18,139.0</b>	<b>17,244.3</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	1,775.7	1,778.4	1,728.0	6,828.7	6,327.5
	(b) Purchase of Stock-in- trade	1,151.5	1,190.0	890.3	4,588.4	3,714.2
	(c) Changes in inventories of finished goods, Work in Progress and stock-in-trade	(172.3)	(95.6)	(70.6)	(591.1)	(135.0)
	(d) Employees benefits expense	419.5	369.1	310.4	1,512.9	1,321.0
	(e) Depreciation and amortisation expense	175.0	157.4	278.4	641.0	655.1
	(f) Other expenses	732.1	757.7	677.2	2,839.6	2,963.8
	<b>Total expenses</b>	<b>4,081.5</b>	<b>4,157.0</b>	<b>3,813.7</b>	<b>15,819.5</b>	<b>14,846.6</b>
<b>3</b>	<b>Profit from Operations before Other Income, finance costs and Exceptional Items (1-2)</b>	<b>587.0</b>	<b>612.1</b>	<b>635.9</b>	<b>2,319.5</b>	<b>2,397.7</b>
<b>4</b>	<b>Other Income</b>	<b>192.2</b>	<b>170.5</b>	<b>136.2</b>	<b>682.6</b>	<b>561.6</b>
<b>5</b>	<b>Profit from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>779.2</b>	<b>782.6</b>	<b>772.1</b>	<b>3,002.1</b>	<b>2,959.3</b>
<b>6</b>	<b>Finance costs</b>	<b>4.9</b>	<b>5.2</b>	<b>3.4</b>	<b>17.6</b>	<b>21.2</b>
<b>7</b>	<b>Profit from ordinary activities after finance costs but before exceptional items (5 -6)</b>	<b>774.3</b>	<b>777.4</b>	<b>768.7</b>	<b>2,984.5</b>	<b>2,938.1</b>
<b>8</b>	<b>Exceptional Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9</b>	<b>Profit from Ordinary Activities before tax (7-8)</b>	<b>774.3</b>	<b>777.4</b>	<b>768.7</b>	<b>2,984.5</b>	<b>2,938.1</b>
<b>10</b>	<b>Tax expense</b>	<b>210.5</b>	<b>273.2</b>	<b>206.6</b>	<b>1,039.5</b>	<b>963.3</b>
<b>11</b>	<b>Net Profit from Ordinary Activities after tax (9-10)</b>	<b>563.8</b>	<b>504.2</b>	<b>562.1</b>	<b>1,945.0</b>	<b>1,974.8</b>
<b>12</b>	<b>Extraordinary Items (Net of tax expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>13</b>	<b>Net Profit for the period (11-12)</b>	<b>563.8</b>	<b>504.2</b>	<b>562.1</b>	<b>1,945.0</b>	<b>1,974.8</b>
<b>14</b>	<b>Paid-up equity share capital (Face value of Rs. 10/- per share)</b>	<b>166.2</b>	<b>166.2</b>	<b>166.2</b>	<b>166.2</b>	<b>166.2</b>
<b>15</b>	<b>Reserves excluding Revaluation Reserves</b>				<b>14,340.4</b>	<b>12,707.0</b>
<b>16i</b>	<b>Earnings per share (before extraordinary items)</b> (of Rs. 10 each) (not annualised)					
	(a) Basic	33.93	30.34	33.83	117.05	118.84
	(b) Diluted	33.93	30.34	33.83	117.05	118.84
<b>16ii</b>	<b>Earnings per share (After extraordinary items)</b> (of Rs. 10 each) (not annualised)					
	(a) Basic	33.93	30.34	33.83	117.05	118.84
	(b) Diluted	33.93	30.34	33.83	117.05	118.84


Sr. No.	Particulars	YEAR ENDED	YEAR ENDED
		Dec. 31, 2016 (AUDITED)	Dec. 31, 2015 (AUDITED)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' funds</b>		
	(a) Share Capital	166.2	166.2
	(b) Reserves & Surplus	14,359.0	12,726.2
	<b>Shareholders' Funds</b>	<b>14,525.2</b>	<b>12,892.4</b>
<b>2</b>	<b>Non- current liabilities</b>		
	(a) Deferred tax liabilities (net)	17.0	86.8
	(b) Other long-term liabilities	12.7	14.5
	(c) Long-term Provisions	259.6	220.8
	<b>Non Current Liabilities</b>	<b>289.3</b>	<b>322.1</b>
<b>4</b>	<b>Current Liabilities</b>		
	(a) Trade pay ables	2,803.1	2,404.8
	(b) Other current liabilities	661.8	690.4
	(c) Short- term provisions	289.4	244.1
	<b>Current Liabilities</b>	<b>3,754.3</b>	<b>3,339.3</b>
	<b>TOTAL- EQUITY AND LIABILITIES</b>	<b>18,568.8</b>	<b>16,553.8</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non- current assets</b>		
	(a) Fixed assets	4,103.0	3,976.0
	(b) Long -term loans and advances	1,416.7	1,283.2
	<b>Non- current assets</b>	<b>5,519.7</b>	<b>5,259.2</b>
<b>2</b>	<b>Current assets</b>		
	(a) Inventories	2,739.9	2,202.5
	(b) Trade receiv ables	3,318.1	3,364.4
	(c) Cash and bank balances	6,405.5	4,704.1
	(d) Short -term loans and advances	390.8	853.1
	(e) Other current assets	194.8	170.5
	<b>Current assets</b>	<b>13,049.1</b>	<b>11,294.6</b>
	<b>TOTAL- ASSETS</b>	<b>18,568.8</b>	<b>16,553.8</b>

- 1 The business of the Company mainly comprises of sale of "Ball/Roller Bearings and related components", which has been identified as a single reportable segment for the purpose of Accounting Standard (AS) 17 on 'Segment Reporting'.
- 2 The figures for the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial year. Also the figures up to the end of the third quarter were only reviewed and not subjected to audit.
- 3 The audited financial results for the year ended December 31, 2016 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 14, 2017. The statutory auditors have expressed an unqualified opinion.
- 4 The Company has adopted and applied the principles of hedge accounting as set out in Accounting Standard (AS) 30, 'Financial Instruments: Recognition and measurement' issued by ICAI to forward contracts in respect of highly probable forecasted transactions or firm commitments. Consequently, the Company has recorded Rs 62.5 million representing marked to market loss in the Hedging reserve as at December 31, 2016.
- 5 The Board of Directors of the Company has recommended a dividend for the year ended December 31, 2016 at the rate of Rs.12.0 per share (2015:Rs. 10.0 per Share)
- 6 The figures for the previous periods have been regrouped wherever necessary to conform to the current period's presentation.

Per our report attached of even date  
B S R & Co. LLP  
Chartered Accountants  
Firm Reg. No. 101348W / W-100022

  
Vijay Mathur  
Partner  
Membership No. 046478  
Mumbai / February 14, 2017

For FAG Bearings India Ltd.

  
Rajendra Anandpara  
Managing Director

# B S R & Co. LLP

Chartered Accountants

5th Floor, Lodha Excelus,  
Apollo Mills Compound  
N. M. Joshi Marg, Mahalaxmi  
Mumbai - 400 011  
India

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## **Independent Auditor's Report on the financial results of FAG Bearings India Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### **To the Board of Directors of FAG Bearings India Limited**

We have audited the accompanying annual financial results of FAG Bearings India Limited ('the Company') for the year ended 31 December 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the quarter ended 31 December 2016 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**

These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results up to 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 Accounting Standards which are notified under Section 133 of the Companies Act, 2013 (the Act), read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India and in compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This responsibility also includes 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**

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 Standards on Auditing 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.

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.



**Independent Auditor's Report on the financial results of FAG Bearings India Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)**

**FAG Bearings India Limited**

**Opinion**

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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the year ended 31 December 2016.

**Emphasis of matter**

We draw attention to Note 4 to the financial results in respect of accounting for forward contracts. The Company has adopted and applied the principles of hedge accounting as set out in Accounting Standard (AS) 30, 'Financial Instruments: Recognition and measurement' issued by the Institute of Chartered Accountants of India to forward contracts in respect of highly probable transactions or firm commitments. Consequently, the Company has recorded Rs.62.5 million representing marked to market loss in the hedging reserve as at 31 December 2016. Our opinion is not qualified in respect of this matter.

For B S R & Co. LLP

*Chartered Accountants*

Firm's Registration No: 101248W/W-100022



**Vijay Mathur**

*Partner*

Membership No: 046476

Mumbai

14 February 2017

FAG Bearings India Limited  
Head Office & Works: Maneja, Vadodara (Gujarat) – 390013 India

**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
MUMBAI- 400 001

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MUMBAI- 400 051

**Company Code: 505790**

**Company Code: FAGBEARING**

Your reference, your message from	Our reference, our message from	Phone	Fax	Date
		+91-265-6602206	+91-265-2638804	14.02.2017

## **Sub: Declaration in respect of Auditor's Report with Unmodified Opinion**

Ref : Reg. 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

Dear Sirs,

We hereby declare that the Statutory Auditors of the Company M/s. B S R & Co. LLP, Chartered Accountants (Reg. No. 101248W / W-100022), Mumbai, have issued the Audit Report with Unmodified Opinion in respect of Annual Audited Financial Results for the year ended December 31, 2016.

Please take the same on your record.

Thanking you.

Yours faithfully,  
**For FAG Bearings India Limited**

  
**Raj Sarraf**  
**Company Secretary**  
ICSI M No.: ACS 15526

