

Walker Chandiook & Co LLP

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Independent Auditor's Review Report on Unaudited Standalone Quarterly Financial Results and Year to Date 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 Sterling Tools Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of Sterling Tools Limited ('the Company') for the quarter ended 31 December 2023 and the year to date results for the period 1 April 2023 to 31 December 2023, 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. The 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 Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. 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. A review of interim financial information consists of making inquiries, primarily of persons 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 the Standards on Auditing specified under section 143(10) of the Act, 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.



Independent Auditor's Review Report on Unaudited Standalone Quarterly Financial Results and Year to Date Results of Sterling Tools Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

4. Based on our review conducted as, 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 Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013



Ashish Gera

Partner

Membership No: 508685

UDIN: 24508685BKEUCN7040

Place: Faridabad

Date: 01 February 2024





STERLING TOOLS LIMITED

Regd. Office: Office No 515, DLF Tower A, Jasola, NEW DELHI-110025
Website: stlfasteners.com, E-mail: sterling@stlfasteners.com, CIN: L29222DL1979PLC009668

Statement of unaudited standalone financial results for the quarter and nine months ended 31 December 2023

(₹ in lakhs, except per share data)

S. No.	Particulars	Three months ended 31 December 2023	Preceding three months ended 30 September 2023	Corresponding three months ended 31 December 2022	Year to date figures for current period ended 31 December 2023	Year to date figures for previous period ended 31 December 2022	Year ended 31 March 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	14,087.50	15,410.36	15,133.42	44,254.63	44,255.27	59,765.44
	(b) Other income	180.12	125.00	47.88	412.28	228.65	588.39
	Total income	14,267.62	15,535.36	15,181.30	44,666.91	44,483.92	60,353.83
2	Expenses						
	(a) Cost of materials consumed	6,377.69	5,646.01	6,957.46	18,271.70	20,122.51	26,466.60
	(b) Changes in inventories of finished goods and work-in-progress	(1,042.58)	1,271.77	(485.07)	52.91	(2,056.82)	(1,029.24)
	(c) Employee benefits expense	1,253.97	1,208.67	1,108.98	3,743.13	3,371.63	4,540.59
	(d) Finance costs	171.61	203.67	223.73	597.38	609.34	812.48
	(e) Depreciation and amortisation expenses	786.13	786.52	766.70	2,341.68	2,325.40	3,087.32
	(f) Other expenses	5,547.81	5,139.44	5,221.84	16,096.12	15,928.33	21,148.43
	Total expenses	13,094.63	14,256.08	13,793.64	41,102.92	40,300.39	55,026.18
3	Profit before exceptional items and tax (1-2)	1,172.99	1,279.28	1,387.66	3,563.99	4,183.53	5,327.65
4	Exceptional items (refer note 4)	-	60.10	-	39.71	673.49	344.26
5	Profit before tax (3+4)	1,172.99	1,339.38	1,387.66	3,603.70	4,857.02	5,671.91
6	Tax expense						
	(a) Current tax (including earlier years)	296.88	390.26	392.80	1,009.63	1,162.00	1,427.62
	(b) Deferred tax	(2.83)	(46.53)	(13.96)	(89.82)	78.17	101.34
	Total tax expenses	294.05	343.73	378.84	919.81	1,240.17	1,528.96
7	Profit for the period (5-6)	878.94	995.65	1,008.82	2,683.89	3,616.85	4,142.95
8	Other comprehensive income						
	(A) (i) Items that will not be reclassified to the statement of profit and loss	(75.28)	(0.28)	(1.94)	(75.84)	(5.82)	67.26
	(ii) Income-tax relating to items that will not be reclassified to the statement of profit and loss	18.95	0.07	0.49	19.09	1.47	(16.93)
	(B) (i) Items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	(ii) Income-tax relating to items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	Total other comprehensive income	(56.33)	(0.21)	(1.45)	(56.75)	(4.35)	50.33
9	Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (7+8)	822.61	995.44	1,007.37	2,627.14	3,612.50	4,193.28
10	Paid-up equity share capital (face value of ₹ 2 each)	720.48	720.48	720.48	720.48	720.48	720.48
11	Other equity						39,424.50
12	Earnings per share*						
	(a) Basic	2.44	2.76	2.80	7.45	10.04	11.50
	(b) Diluted	2.44	2.76	2.80	7.45	10.04	11.50

* not annualised except for the year ended 31 March 2023

See accompanying notes to the standalone financial results

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SIGNED FOR IDENTIFICATION PURPOSES



STERLING TOOLS LIMITED

Regd. Office: Office No. 515, DLF Tower-A, Jasola, New Delhi-110025

Website: stlfasteners.com, E-mail: csec@stlfasteners.com, CIN: L29222DL1979PLC009668

Notes:

1. The standalone financial results of Sterling Tools Limited (the 'Company') for the quarter and nine months ended 31 December 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 01 February 2024. The statutory auditors of the Company have expressed an unmodified review conclusion on these standalone financial results.
2. The above results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), as specified under section 133 of the Companies Act, 2013, other accounting principles generally accepted in India and in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended).
3. The Company is primarily in the business of manufacturing of fasteners (i.e. automotive components) which falls within a single business segment in terms of the Indian Accounting Standard 108, 'Operating Segments' and hence no additional disclosures have been furnished.
4. Exceptional items includes:


Particulars	Three months ended 31 December 2023	Preceding three months ended 30 September 2023	Corresponding three months ended 31 December 2022	Year to date figures for current period ended 31 December 2023	Year to date figures for previous period ended 31 December 2022	Year ended 31 March 2023
(a) Insurance claim	-	60.10	-	60.10	673.49	673.49
(b) Interest	-	-	-	(20.39)	-	(329.23)
Total	-	60.10	-	39.71	673.49	344.26

- a. pertains to insurance claim received from an insurance company on account of a fire incident in an earlier year at one of the Company's manufacturing facility.
 - b. pertains to estimated interest liability recognised by the Company on proposed foreclosure of authorisation license under Export Promotion Capital Goods ('EPCG') scheme.
5. The figures for the current quarter ended 31 December 2023 and corresponding quarter ended 31 December 2022 are the balancing figures between the published year to date figures in respect of the period ended 31 December 2023 and 31 December 2022, respectively and published figures upto half year ended 30 September 2023 and 30 September 2022 respectively.

Place: Faridabad
Date: 01 February 2024

For and on behalf of the Board of Directors




Phil Aggarwal
Managing Director
DIN: 00027214



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Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results and Year to Date 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 Sterling Tools Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Sterling Tools Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 31 December 2023 and the consolidated year to date results for the period 1 April 2023 to 31 December 2023, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. 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. A review of interim financial information consists of making inquiries, primarily of persons 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 the Standards on Auditing specified under section 143(10) of the Act, 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.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the Listing Regulation, to the extent applicable.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker ChandioK & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41 Connaught Circus, Outer Circle, New Delhi, 110001, India.

Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results and Year to Date Results of Sterling Tools Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (cont'd)

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review report of the other auditor referred to in paragraph 5 below, 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 Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We did not review the interim financial information of one subsidiary included in the Statement whose financial information reflects total revenues of ₹ 9,113.75 lakh and ₹ 22,024.19 lakh, total net profit after tax of ₹ 479.77 lakh and ₹ 1,237.17 lakh, total comprehensive income of ₹ 481.09 lakh and ₹ 1,238.90 lakh, for the quarter and nine months period ended on 31 December 2023, respectively, as considered in the Statement. This interim financial information have been reviewed by other auditor whose review report has been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of this subsidiary are based solely on the review report of such other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter with respect to our reliance on the work done by and the report of the other auditor.

6. The Statement includes the interim financial information of one subsidiary, which have not been reviewed by its auditor, whose interim financial information reflects total revenues of nil, net loss after tax of ₹ 0.30 lakh and ₹ 1.20 lakh, total comprehensive loss of ₹ 0.30 lakh and ₹ 1.20 lakh for the quarter and nine months period ended 31 December 2023 respectively, as considered in the Statement, and have been furnished to us by the Holding Company's management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, are based solely on such unreviewed interim financial information. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

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



Ashish Gera
Partner
Membership No: 508685
UDIN: 24508685BKEUCO3041

Place: Faridabad
Date: 01 February 2024



Walker Chandiook & Co LLP

Annexure 1 to the Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results and Year to Date Results of Sterling Tools Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

Annexure 1

List of subsidiaries included in the Statement

1. Sterling Gtate E-mobility Limited, subsidiary; and
2. Haryana Ispat Private Limited, subsidiary.



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STERLING TOOLS LIMITED

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Statement of unaudited consolidated financial results for the quarter and nine months ended 31 December 2023

(₹ in lakhs, except per share data)

S. No.	Particulars	Three months ended 31 December 2023	Preceding three months ended 30 September 2023	Corresponding three months ended 31 December 2022	Year to date figures for current period ended 31 December 2023	Year to date figures for previous period ended 31 December 2022	Year ended 31 March 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	23,194.76	21,017.34	20,783.43	66,272.33	56,030.78	77,197.80
	(b) Other income	201.76	135.83	62.31	559.67	190.33	290.01
	Total income	23,396.52	21,153.17	20,845.74	66,832.00	56,221.11	77,487.81
2	Expenses						
	(a) Cost of materials consumed	13,238.40	9,654.19	10,918.78	35,778.21	29,359.97	40,036.50
	(b) Changes in inventories of finished goods and work-in-progress	(1,151.93)	1,292.54	133.37	(1,064.43)	(1,592.98)	(1,172.53)
	(c) Employee benefits expense	1,614.05	1,531.87	1,292.59	4,708.50	3,813.25	5,211.28
	(d) Finance costs	219.87	258.51	234.73	724.70	660.77	863.69
	(e) Depreciation and amortisation expenses	838.74	834.10	789.12	2,478.38	2,381.09	3,171.59
	(f) Other expenses	6,885.12	6,000.61	5,629.54	19,158.34	16,938.34	23,368.96
	Total expenses	21,644.25	19,571.82	18,998.13	61,783.70	51,560.44	71,499.49
3	Profit before exceptional items and tax (1-2)	1,752.27	1,581.35	1,847.61	5,048.30	4,660.67	5,988.32
4	Exceptional items (refer note 4)	-	60.10	-	39.71	673.49	344.26
5	Profit before tax (3+4)	1,752.27	1,641.45	1,847.61	5,088.01	5,334.16	6,332.58
6	Tax expense						
	(a) Current tax (including earlier years)	444.63	473.13	416.26	1,351.73	1,188.56	1,590.02
	(b) Deferred tax	(50.74)	(77.98)	39.62	(175.19)	135.66	(45.24)
	Total tax expenses	393.89	395.15	455.88	1,176.54	1,324.22	1,544.78
7	Profit for the period (5-6)	1,358.38	1,246.30	1,391.73	3,911.47	4,009.94	4,787.80
8	Other comprehensive income						
	(A) (i) Items that will not be reclassified to the statement of profit and loss	(73.68)	(0.04)	1.26	(73.75)	(2.62)	68.25
	(ii) Income-tax relating to items that will not be reclassified to the statement of profit and loss	18.67	0.03	(0.06)	18.73	0.92	(17.10)
	(B) (i) Items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	(ii) Income-tax relating to items that will be reclassified to the statement of profit and loss	-	-	-	-	-	-
	Total other comprehensive income	(55.01)	(0.01)	1.20	(55.02)	(1.70)	51.15
9	Total comprehensive income for the period (comprising profit and other comprehensive income for the period) (7+8)	1,303.37	1,246.29	1,392.93	3,856.45	4,008.24	4,838.95
10	Profit for the period attributable to						
	(a) Owners of the Holding Company	1,358.38	1,246.30	1,391.73	3,911.47	4,009.94	4,787.80
	(b) Non controlling interests	-	-	-	-	-	-
11	Other comprehensive (loss)/income attributable to						
	(a) Owners of the Holding Company	(55.01)	(0.01)	1.20	(55.02)	(1.70)	51.15
	(b) Non controlling interests	-	-	-	-	-	-
12	Total comprehensive income attributable to						
	(a) Owners of the Holding Company	1,303.37	1,246.29	1,392.93	3,856.45	4,008.24	4,838.95
	(b) Non controlling interests	-	-	-	-	-	-
13	Paid-up equity share capital (face value of ₹ 2 each)	720.48	720.48	720.48	720.48	720.48	720.48
14	Other equity						39,322.26
15	Earnings per share*						
	(a) Basic	3.77	3.46	3.86	10.86	11.13	13.29
	(b) Diluted	3.77	3.46	3.86	10.86	11.13	13.29

* not annualised except for the year ended 31 March 2023

See accompanying notes to the consolidated financial results

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STERLING TOOLS LIMITED

Regd. Office: Office No. 515, DLF Tower-A, Jasola, New Delhi-110025

Website: stlfasteners.com, E-mail: csec@stlfasteners.com, CIN: L29222DL1979PLC009668

Notes:

- The consolidated financial results of Sterling Tools Limited (the 'Holding Company') for the quarter and nine months ended 31 December 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 01 February 2024. The statutory auditors of the Holding Company have expressed an unmodified review conclusion on these consolidated financial results.
- The above results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), as specified under section 133 of the Companies Act, 2013, other accounting principles generally accepted in India and in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended).
- The Group is primarily in the business of manufacturing of automotive components which falls within a single business segment in terms of the Indian Accounting Standard 108, 'Operating Segments' and hence no additional disclosures have been furnished.
- Exceptional items includes:

Particulars	Three months ended 31 December 2023	Preceding three months ended 30 September 2023	Corresponding three months ended 31 December 2022	Year to date figures for current period ended 31 December 2023	Year to date figures for previous period ended 31 December 2022	Year ended 31 March 2023
(a) Insurance claim	-	60.10	-	60.10	673.49	673.49
(b) Interest	-	-	-	(20.39)	-	(329.23)
Total	-	60.10	-	39.71	673.49	344.26

- pertains to insurance claim received from an insurance company on account of a fire incident in an earlier year at one of the Holding Company's manufacturing facility.
 - pertains to estimated interest liability recognised by the Holding Company on proposed foreclosure of authorisation license under Export Promotion Capital Goods ('EPCG') scheme.
- The Board of Directors of the Company have considered and approved the amalgamation of Haryana Ispat Private Limited, a wholly owned subsidiary by way of a scheme of amalgamation. The Scheme is subject to defined regulatory approval process which would require approval of the Hon'able National Company Law Tribunal.
 - The figures for the current quarter ended 31 December 2023 and corresponding quarter ended 31 December 2022 are the balancing figures between the published year to date figures in respect of the period ended 31 December 2023 and 31 December 2022, respectively and published figures upto half year ended 30 September 2023 and 30 September 2022 respectively.

For and on behalf of the Board of Directors

Place: Faridabad
Date: 01 February 2024




Anil Aggarwal
Managing Director
DIN: 00027214



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