

**Independent Auditor's Limited Review Report on unaudited standalone financial results of SIS Limited for the quarter and half year ended September 30, 2022 under Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations, 2015')**

**To the Board of Directors of**

**SIS Limited**

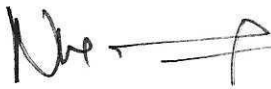
1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of SIS Limited ('the Company') for the quarter and half year ended September 30, 2022, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations, 2015').
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. The preparation of the statement is in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" (Ind AS), prescribed under Section 133 of the Companies Act, 2013 ("the Act") as amended read with relevant rules thereunder and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of the Listing Regulations, 2015. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 the Act as amended read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The unaudited financial results for the corresponding quarter ended June 30, 2022, quarter and half year ended September 30, 2021 included in the statement are based on the previously issued financial results of the Company, prepared in accordance with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under, which were reviewed by predecessor auditor, whose report dated July 26, 2022 and October 27, 2021 respectively, expressed an unmodified opinion on those unaudited financial results.

**SS KOTHARI MEHTA**  
**& COMPANY**  
CHARTERED ACCOUNTANTS

The audited financial results for the year ended March 2022 included in the statement were audited by predecessor auditor whose report dated May 4, 2022 expressed an unmodified opinion.

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

For **SS Kothari Mehta & Company**  
Chartered Accountants  
Firm Reg. No. – 000756N



**Naveen Aggarwal**

Partner

Membership No. – 094380

UDIN No. - 22094380BBUGEU5935

Place: New Delhi

Date: November 2, 2022



**SIS Limited**  
Registered office : Annapoorna Bhawan, Telephone Exchange Road, Kurji, Patna - 800010  
CIN: L75230BR1985PLC002083

**Statement of standalone financial results for the quarter and six months ended September 30, 2022**

Sl. No.	Particulars	(Figures in INR million except per share data)					
		Quarter ended			Six months ended		Year ended
		September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	<b>Income</b>						
1	a) Revenue from operations	9,864.98	9,103.27	8,129.66	18,968.25	15,715.90	33,178.47
	b) Other income	29.56	31.04	28.57	60.60	561.25	631.22
	c) Other gain / (loss)	-1.62	0.83	2.35	-0.79	2.48	2.95
	<b>Total income (a + b + c)</b>	<b>9,892.92</b>	<b>9,135.14</b>	<b>8,160.58</b>	<b>19,028.06</b>	<b>16,279.63</b>	<b>33,812.64</b>
	<b>Expenses</b>						
2	a) Purchases of inventory	96.04	87.49	153.66	183.53	211.67	394.86
	b) Change in inventory	-4.05	7.76	1.12	3.71	-10.73	34.85
	c) Employee benefits expense	8,763.85	8,184.79	7,277.84	16,948.64	14,085.40	29,804.80
	d) Finance costs	160.82	140.94	139.07	301.76	280.92	560.80
	e) Depreciation and amortization expense	145.01	112.38	88.48	257.39	176.64	378.60
	f) Other expenses	560.15	453.25	364.15	1,013.40	694.65	1,483.21
	<b>Total expenses (a + b + c + d + e + f)</b>	<b>9,721.82</b>	<b>8,986.61</b>	<b>8,024.32</b>	<b>18,708.43</b>	<b>15,438.55</b>	<b>32,657.12</b>
3	<b>Profit / (loss) before tax and exceptional items (1-2)</b>	<b>171.10</b>	<b>148.53</b>	<b>136.26</b>	<b>319.63</b>	<b>841.08</b>	<b>1,155.52</b>
4	Exceptional items	-	-	-	-	-	-
5	<b>Profit / (loss) before tax (3-4)</b>	<b>171.10</b>	<b>148.53</b>	<b>136.26</b>	<b>319.63</b>	<b>841.08</b>	<b>1,155.52</b>
6	<b>Tax expense / (credit)</b>						
	Current tax	4.59	-	15.67	4.59	113.20	32.11
	Deferred tax	-33.07	-104.94	-33.27	-138.01	-63.86	-215.60
	<b>Total tax expense / (credit)</b>	<b>-28.48</b>	<b>-104.94</b>	<b>-17.60</b>	<b>-133.42</b>	<b>49.34</b>	<b>-183.49</b>
7	<b>Profit / (loss) for the period (5-6)</b>	<b>199.58</b>	<b>253.47</b>	<b>153.86</b>	<b>453.05</b>	<b>791.74</b>	<b>1,339.01</b>
8	<b>Other comprehensive income / (loss)</b>						
	Items that will not be reclassified to profit or loss						
	a) Re-measurement of defined benefits plan	10.43	53.89	-6.72	64.32	1.34	-80.63
	b) Income tax relating to these items	-2.63	-13.56	1.69	-16.19	-0.34	20.29
	<b>Other comprehensive income / (loss) for the period (net of taxes)</b>	<b>7.80</b>	<b>40.33</b>	<b>-5.03</b>	<b>48.13</b>	<b>1.00</b>	<b>-60.34</b>
9	<b>Total comprehensive income / (loss) for the period (7+8)</b>	<b>207.38</b>	<b>293.80</b>	<b>148.83</b>	<b>501.18</b>	<b>792.74</b>	<b>1,278.67</b>
10	Paid-up equity share capital (face value of INR 5/- per share)	735.87	735.20	734.28	735.87	734.28	735.16
11	Reserves i.e. Other equity	8,201.14	7,965.77	7,035.66	8,201.14	7,035.66	7,625.28
12	Earnings Per Share (EPS) (INR 5/- each)	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)
	(a) Basic (INR)	1.36	1.72	1.05	3.08	5.37	9.10
	(b) Diluted (INR)	1.34	1.71	1.04	3.05	5.31	9.01

Please see the accompanying notes to the financial results



**Additional disclosure as per Clause 52 (4) and 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

Sl. No.	Particulars	Quarter ended			Six months ended		Year ended
		September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
a)	Outstanding redeemable preference shares (INR Million)	Nil	Nil	Nil	Nil	Nil	Nil
b)	Debenture redemption reserve (INR Million)	Nil	Nil	Nil	Nil	Nil	Nil
c)	Net worth (total equity) (INR Million)	8,937.01	8,700.97	7,769.94	8,937.01	7,769.94	8,360.44
d)	Net profit after tax (INR Million)	199.58	253.47	153.86	453.05	791.74	1,339.01
e)	Basic earnings per share (INR) (of INR 5/- each)	1.36	1.72	1.05	3.08	5.37	9.10
f)	Debt-equity ratio (times)	0.86	0.84	0.85	0.86	0.85	0.77
g)	Debt service coverage ratio (times) *	0.44#	0.40#	1.45	0.41#	1.63	0.42#
h)	Interest service coverage ratio (times) *	2.21	2.12	1.85	2.17	2.06	2.33
i)	Current ratio (times)	1.02	1.03	1.30	1.02	1.30	1.03
j)	Long term debt to working capital (times) *	1.35	1.38	1.24	1.35	1.24	1.31
k)	Bad debts to account receivable ratio (%) *	-	-	-	-	-	-
l)	Current liability ratio (times)	0.82	0.80	0.65	0.82	0.65	0.81
m)	Total debts to total assets (times)	0.34	0.34	0.35	0.34	0.35	0.32
n)	Debtor's turnover (times) *	7.20	7.21	7.50	7.51	7.09	6.96
o)	Inventory turnover (times) *	2.53	2.66	3.57	2.51	2.31	2.61
p)	Operating margin (%)	4.55%	4.06%	4.09%	4.32%	4.68%	4.40%
q)	Net profit margin (%)	2.02%	2.78%	1.89%	2.39%	5.04%	4.04%

# Considering INR 1900 million for NCD payment as current maturity of long-term debts.

\*Ratios for the quarters / half year have been annualised

The Secured Rated Listed Redeemable Non-Convertible Debentures ("the Debentures") of face value of INR 1.00 million each, aggregating to INR 1,900 million are secured by way of security created over a portion of the Company's shareholding in one of its subsidiary company.

**Formulae for computation of above ratios are as follows**

Particulars	Details
a) Debt-equity ratio	Total debt/ Total Equity
b) Debt service coverage ratio	Profit before interest, tax and exceptional items/ (Interest expense + Current maturities of non-current borrowings)
c) Interest service coverage ratio	Profit before interest, tax and exceptional items/ Interest expense
d) Current ratio	Current assets/ Current liabilities
e) Long term debt to working capital	Non-current borrowings (including current maturities of non-current borrowings)/ (Current asset- Current liability (excluding current maturities of non-current borrowings))
f) Bad debts to account receivable ratio	Bad debt writes off during the period / Average Trade Receivable
g) Current liability ratio	Current liability/ Total liability
h) Total debts to total assets	Total debt/ Total assets
i) Debtors turnover	Revenue/ Average trade receivable
j) Inventory turnover	Cost of goods sold/ Average inventory
k) Operating margin	Profit before depreciation, interest, tax, and exceptional item less other income/ Revenue
l) Net profit margin	Profit after tax/ Revenue



SIS Limited		
Registered office : Annapoorna Bhawan, Telephone Exchange Road, Kurji, Patna – 800010 CIN: L75230BR1985PLC002083		
Statement of standalone assets and liabilities as at September 30, 2022		
Particulars	(Figures in INR million)	
	September 30, 2022 (Unaudited)	March 31, 2022 (Audited)
<b>A ASSETS</b>		
<b>Non – current assets</b>		
Property, plant and equipment	1,423.28	1,233.48
Capital work-in-progress	26.38	-
Other intangible assets	3.99	6.53
Intangible assets under development	260.52	211.40
Financial assets		
(i) Investments	5,828.88	5,765.48
(ii) Other non-current financial assets	545.52	597.13
Deferred tax assets (net)	1,167.48	1,045.66
Income tax assets	1,784.34	1,410.12
Other non – current assets	46.13	31.83
<b>Total non – current assets</b>	<b>11,086.52</b>	<b>10,301.63</b>
<b>Current assets</b>		
Inventories	150.91	147.20
Financial assets		
(i) Investments	26.08	-
(ii) Trade receivables	5,925.77	5,072.09
(iii) Cash and cash equivalents	985.64	1,303.00
(iv) Bank balances other than in (ii) above	304.37	283.98
(v) Other current financial assets	3,426.40	2,358.58
Other current assets	583.43	445.36
<b>Total current assets</b>	<b>11,402.60</b>	<b>9,610.21</b>
<b>Total assets</b>	<b>22,489.12</b>	<b>19,911.84</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	735.87	735.16
Other equity	8,201.14	7,625.28
<b>Total equity</b>	<b>8,937.01</b>	<b>8,360.44</b>
<b>Liabilities</b>		
<b>Non – current liabilities</b>		
Financial liabilities		
(i) Borrowings	1,099.28	1,011.08
(ia) Lease liability	443.59	414.30
(ii) Other non-current financial liabilities	3.69	5.87
Provisions	838.23	786.90
<b>Total non- current liabilities</b>	<b>2,384.79</b>	<b>2,218.15</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	6,612.58	5,387.23
(ia) Lease liability	93.72	76.13
(ii) Trade payables		
a. Total outstanding dues of micro enterprises and small enterprises	51.97	6.13
b. Total outstanding dues of creditors other than micro enterprises and small enterprises	118.87	124.21
(iii) Other current financial liabilities	3,057.09	2,526.44
Other current liabilities	1,101.52	1,086.84
Provisions	131.57	126.27
<b>Total current liabilities</b>	<b>11,167.32</b>	<b>9,333.25</b>
<b>Total liabilities</b>	<b>13,552.11</b>	<b>11,551.40</b>
<b>Total equity and liabilities</b>	<b>22,489.12</b>	<b>19,911.84</b>





**SIS Limited**

Registered office : Annapoorna Bhawan, Telephone Exchange Road, Kurji, Patna – 800010

CIN: L75230BR1985PLC002083

**Standalone statement of cash flows for the six months ended September 30, 2022**

Particulars		(Figures in INR million)	
		September 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)
<b>A</b>	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
	Profit before tax	319.63	841.08
	<b>Adjusted for:</b>		
	Depreciation and amortization expenses	257.39	176.64
	Unrealised foreign exchange (gain) / loss	1.96	-1.26
	Net (gain) /loss on sale of property, plant and equipment	-1.14	-1.22
	Finance costs	301.76	280.92
	Interest income classified as investing cash flows	-58.46	-58.63
	Dividend Income	-2.16	-502.62
	Provision for doubtful debts	64.80	32.50
	Employee stock option compensation expense	42.18	55.27
	<b>Operating profit/(loss) before changes in working capital</b>	<b>925.96</b>	<b>822.68</b>
	Changes in working capital:		
	Decrease / (increase) in trade receivables	-918.48	15.23
	Decrease / (increase) in inventories	-3.71	16.20
	Decrease / (increase) in other current assets	-105.53	95.77
	Decrease / (increase) in other current financial assets	-1,062.62	-559.90
	(Decrease) / increase in trade payables	40.50	99.51
	(Decrease) / increase in provisions	120.96	96.10
	(Decrease) / increase in other current liabilities	13.68	-98.71
	(Decrease) / increase in other current financial liabilities	444.23	159.03
	Decrease / (increase) in other non-current assets	2.58	0.02
	Decrease / (increase) in other non-current financial assets	54.62	20.20
	(Decrease) / increase in other non-current financial liabilities	-1.96	1.26
	<b>Cash (used in) / generated from operations</b>	<b>-489.77</b>	<b>667.39</b>
	Direct (tax paid), net of refunds	-378.81	-278.69
	<b>Net cash inflow / (outflow) from operating activities</b>	<b>-868.58</b>	<b>388.70</b>
<b>B</b>	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
	Purchase of property plant and equipment and changes in capital work-in-progress	-444.90	-191.48
	Proceeds from sale / disposal of property, plant and equipment	6.35	3.03
	Investments in subsidiary	-17.77	-512.05
	Other Investments made	-63.29	-
	(Investment) in / matured fixed deposits	-21.45	1,538.07
	Interest received	44.69	53.69
	Dividend received	2.16	502.62
	<b>Net cash inflow / (outflow) from investing activities</b>	<b>-494.21</b>	<b>1,393.88</b>
<b>C</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	Proceeds from issue of share capital (net of share issue expenses)	0.70	1.59
	Buy back of equity shares including transaction cost and tax	-	-1,241.57
	Proceeds from term loans	339.19	34.36
	Repayment of term loans	-145.68	-96.36
	Bonds/debentures issued / (repaid/redeemed)	-	-1,500.00
	Interest paid	-190.69	-351.53
	Changes in lease liability	-76.79	-64.86
	<b>Net cash inflow / (outflow) from financing activities</b>	<b>-73.27</b>	<b>-3,218.37</b>
<b>D</b>	<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>-1,436.06</b>	<b>-1,435.79</b>
<b>E</b>	Cash and cash equivalents at the beginning of the period	1,303.00	2,061.91
<b>F</b>	Cash credit at the beginning of the period	-3,288.46	-2,990.00
	<b>Cash and cash equivalents at the end of the period (D+E+F)</b>	<b>-3,421.52</b>	<b>-2,363.88</b>

**For the purpose of standalone statement of cash flows, cash and cash equivalents comprises of followings:**

	September 30, 2022	September 30, 2021
Cash and cash equivalents at the end of the period	985.64	1,274.18
Cash credit at the end of the period	-4,407.16	-3,638.06
<b>Balances as per statement of cash flows</b>	<b>-3,421.52</b>	<b>-2,363.88</b>



**Notes to the standalone financial results:**

1. The Statement of unaudited standalone financial results ("the Statement") of the Company for the quarter and six months ended September 30, 2022 has been reviewed by the Audit Committee and, thereafter, approved by the Board of Directors at its meeting held on November 02, 2022.
2. The Limited Review, as required under Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, has been completed and the related Report does not have any impact on the above 'Results and Notes' for the quarter and six months ended 30th September, 2022 which needs to be explained.
3. The standalone results have been prepared in accordance with the principles and procedures of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 as prescribed in Section 133 of the Companies Act, 2013 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and other recognized accounting practices and policies.
4. During the quarter ended September 30, 2022, upon exercise of vested stock options by the eligible employees, the Company has allotted 1,34,800 equity shares of INR 5 each. Consequent to the said allotments, the paid-up equity share capital of the Company stands increased to INR 735,870,650 divided into 147,174,130 equity shares of INR 5 each.
5. The Board of Directors of the Company, at its meeting held on June 29, 2022, has approved a proposal to buy-back upto 1,454,545 equity shares of face value of INR 5/- each of the Company for an aggregate amount not exceeding INR 800 million, being 0.99% of the total paid up equity share capital of the Company as on March 31, 2022, at INR 550 per equity share. Subsequently, the shareholders of the Company approved the Buyback through postal ballot on August 12, 2022, and August 30, 2022 was fixed as the Record Date for the Buyback. The buyback offer opened on October 4, 2022 and closed on October 18, 2022.
6. The shareholders, in their meeting held on August 30, 2022, have approved the appointment of Mr. Uday Singh (DIN: 02858520) as an Independent Director of the Company for a period of 5 years effective July 26, 2022.
7. During the quarter ended September 30, 2022, Mr. Amrendra Prasad Verma (DIN: 00236108), Mr. Devdas Apte (DIN: 03350583) and Mr. Rajan Krishnanath Medhekar (DIN: 07940253), ceased to be Independent Directors of the Company upon completion of their second term at the close of business hours on September 24, 2022.
8. In accordance with Ind-AS 108, Operating segments, segment information has been provided in the unaudited consolidated financial results of the Group and, therefore, no separate disclosure on segment information is given in these standalone unaudited financial results.

For and on behalf of the Board of Directors of  
SIS Limited



**Ravindra Kishore Sinha**  
Chairman

Place: New Delhi  
Date: November 02, 2022

