

# AUTOMOTIVE AXLES LIMITED

17<sup>th</sup> May, 2022

**The BSE Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400 001.  
**Scrip Code: 505010**

**National Stock Exchange Limited**  
Exchange Plaza, Plot No. C/1, G- Block  
Bandra (E)  
Mumbai – 400 051.  
**Scrip Code: AUTOAXLES**

**Attn: Listing Department**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 17<sup>th</sup> May, 2022 (today) and disclosure under SEBI (LODR) Regulations, 2015.**

We wish to inform you that Board of Directors of the Company at their meeting held on today i.e., 17<sup>th</sup> May, 2022, inter alia, have approved the following:

1. Pursuant to **Regulation 33**, we hereby submit the below:

- a) Audited Financial Results for the year ended on 31<sup>st</sup> March, 2022 which was reviewed by the Audit Committee, considered and approved by the Board at their meeting held on 17<sup>th</sup> May 2022.
  - b) Audited results for the Quarter ended 31<sup>st</sup> March 2022
  - c) Declaration for Unmodified Opinion in terms of Regulation 33(3)(d) as amended by SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
2. We hereby intimate that the **Board has recommended a dividend of Rs. 15/- per share of Rs.10/- each for the Financial Year 2021-22**, subject to the approval of the shareholders of the Company at the ensuing Annual General Meeting.

**3. Appointment of Statutory Auditors of the Company.**

The Board, based on the recommendation of the Audit Committee, has re-appointed M/s S R Batliboi & Associates LLP, (Firm Registration No.101049W/ E300004), Chartered Accountants, as the statutory auditors of the Company for a second term of five years to hold office from the conclusion of the 41st AGM till the conclusion of 46th Annual General Meeting of the Company, subject to approval of shareholders of the Company.

The meeting commenced at 11:30 A.M. (IST) and concluded at 1:50P.M. (IST)

This is for your information and record.

Thanking you,

Yours Truly,

For AUTOMOTIVE AXLES LIMITED

  
Debadas Panda

**COMPANY SECRETARY & COMPLIANCE OFFICER**



Encl : As above

**Regd. Office & Mysuru Unit :**

Hootagalli Industrial Area, Off Hunsur Road, Mysuru – 570 018, Karnataka, India

Telephone : 91-821-719 7500, Fax : 91-821-2402451

Email : [sec@autoaxle.com](mailto:sec@autoaxle.com), Website : [www.autoaxle.com](http://www.autoaxle.com)

CIN : L51909KA1981PLC004198



ISO 9001:2015 / IATF 16949 : 2016, EMS : ISO : 14001:2015 & OHSAS : ISO : 45001 : 2018

# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

12th Floor  
"UB City" Canberra Block  
No. 24, Vittal Mallya Road  
Bengaluru - 560 001, India  
Tel : +91 80 6648 9000

**Independent Auditor's Report on the Quarterly and Year to Date Audited 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  
Automotive Axles Limited

## **Report on the audit of the Financial Results**

### **Opinion**

We have audited the accompanying statement of quarterly and year to date financial results of Automotive Axles Limited (the "Company") for the quarter ended March 31, 2022 and for the year ended March 31, 2022 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" 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 together with the ethical requirements that are relevant to our audit of the financial statements 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.

### **Management's Responsibilities for the Financial Results**

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder 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 the 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 give a true and fair view and are free from material misstatement, whether due to fraud or error.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

In preparing the Statement, the Board of Directors are 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.

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

## **Auditor's Responsibilities for the Audit of the Financial Results**

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 SAs 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 the Statement.

As part of an audit in accordance with SAs, 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 adequate internal financial controls with reference to financial statements in place 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 attention in our auditor's report to the related disclosures in the financial results 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.
- 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.

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.

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.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

## **Other Matter**

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & ASSOCIATES LLP  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004

Rajeev Kumar  
per Rajeev Kumar  
Partner  
Membership No.: 213803  
UDIN: 22213803AJCLFN3507



Place: Bengaluru  
Date: May 17, 2022

**AUTOMOTIVE AXLES LIMITED**

(TS 16949 Company)

Regd. Office : Hootagalli Industrial Area, Off Hunsur Road, Mysuru 570 018

CIN : LS1909KA1981PLC004198

Statement of Audited Financial Results for the quarter and year ended March 31, 2022

(Amount in Rupees Millions, except per share data)

		Particulars	For the three months ended			For the year ended	For the year ended
			31.03.2022 (Audited) Note 5	31.12.2021 (Unaudited)	31.03.2021 (Audited) Note 5	31.03.2022 (Audited)	31.03.2021 (Audited)
I		Revenue from operations	5,522.81	3,743.96	4,255.56	14,906.19	9,055.74
II		Other income	4.42	16.78	11.34	42.59	70.74
III		<b>Total income ( I + II )</b>	<b>5,527.23</b>	<b>3,760.74</b>	<b>4,266.90</b>	<b>14,948.78</b>	<b>9,126.48</b>
IV		<b>Expenses</b>					
	a)	Cost of raw materials consumed	4,005.93	2,722.54	3,080.62	10,719.77	6,651.97
	b)	Changes in inventories of finished goods, stock-in-trade and work-in-progress	(34.58)	(91.01)	(54.18)	(98.24)	(357.89)
	c)	Employee benefits expense	345.16	283.49	256.80	1,142.79	887.47
	d)	Finance costs	6.28	5.35	6.89	24.67	29.69
	e)	Depreciation and amortisation expense	103.15	92.65	90.24	364.18	360.03
	f)	Other expenses	585.75	479.84	524.70	1,795.11	1,215.87
		<b>Total Expenses</b>	<b>5,011.71</b>	<b>3,492.86</b>	<b>3,905.07</b>	<b>13,948.28</b>	<b>8,787.14</b>
V		<b>Profit before Exceptional Items and Tax (III - IV)</b>	<b>515.52</b>	<b>267.88</b>	<b>361.83</b>	<b>1,000.50</b>	<b>339.34</b>
VI		<b>Exceptional Items - Expense (Refer note 4)</b>	-	-	-	-	(37.69)
VII		<b>Profit before tax ( V - VI )</b>	<b>515.52</b>	<b>267.88</b>	<b>361.83</b>	<b>1,000.50</b>	<b>301.65</b>
VIII		<b>Tax expense :</b>					
	a)	Current tax	147.49	51.89	71.05	254.30	71.05
	b)	Income tax credit relating to prior years	-	-	-	-	(17.23)
	c)	Deferred tax charge/ (credit)	(20.39)	17.95	25.20	2.62	20.53
		<b>Tax expense, net</b>	<b>127.10</b>	<b>69.84</b>	<b>96.25</b>	<b>256.92</b>	<b>74.35</b>
IX		<b>Profit for the period / year ( VII - VIII )</b>	<b>388.42</b>	<b>198.04</b>	<b>265.58</b>	<b>743.58</b>	<b>227.30</b>
X		<b>Other comprehensive income / (loss)</b>					
	a)	Items that will not be reclassified to profit or loss					
	i)	Remeasurements gains/(loss) of the defined benefit plan	(3.90)	2.51	(4.46)	(7.38)	7.97
	ii)	Tax on remeasurements of the defined benefit plan	1.02	(0.64)	1.29	1.88	(2.01)
		<b>Total other comprehensive income / (loss)</b>	<b>(2.88)</b>	<b>1.87</b>	<b>(3.17)</b>	<b>(5.50)</b>	<b>5.96</b>
XI		<b>Total comprehensive income for the period /year, net of tax (IX + X)</b>	<b>385.54</b>	<b>199.91</b>	<b>262.41</b>	<b>738.08</b>	<b>233.26</b>
XII		<b>Paid up share capital (face value of Rs. 10/- each)</b>	<b>151.12</b>	<b>151.12</b>	<b>151.12</b>	<b>151.12</b>	<b>151.12</b>
XIII		<b>Other equity</b>					
XIV		Earnings per equity share (EPS) (Nominal value of share Rs. 10/-) (Not annualised in case of interim periods)					
		Basic / Diluted	25.70	13.10	17.57	49.20	15.04

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**AUTOMOTIVE AXLES LIMITED**  
 (TS 16949 Company)  
 Regd. Office : Hootagalli Industrial Area, Off Hunsur Road, Mysuru 570 018  
 CIN : L51909KA1981PLC004198  
 Statement of Audited Financial Results for the quarter and year ended March 31, 2022

**Balance sheet**

(Amounts in Rupees Millions)

	Particulars	As at 31.03.2022 (Audited)	As at 31.03.2021 (Audited)
<b>A.</b>	<b>ASSETS</b>		
<b>I</b>	<b>Non-current assets</b>		
	Property, plant and equipment	2,369.61	2,226.79
	Capital work in progress	32.73	323.58
	Intangible assets	14.92	4.43
	Right-of-use assets	202.76	221.56
	Financial assets		
	Loans	16.97	29.32
	Other financial assets	149.63	148.92
	Other non-current assets	38.02	75.79
	Deferred tax assets, net	78.62	77.88
		<b>2,903.26</b>	<b>3,108.27</b>
<b>II</b>	<b>Current assets</b>		
	Inventories	1,992.34	2,005.74
	Financial assets		
	Investments	166.59	120.57
	Loans	61.85	71.05
	Trade receivables	3,894.20	2,820.01
	Cash and cash equivalents	741.98	726.02
	Other bank balances	63.10	2.74
	Other financial assets	7.76	18.50
	Other current assets	587.20	554.59
	Current tax assets (net)	32.81	46.50
		<b>7,547.83</b>	<b>6,365.72</b>
	<b>Total assets ( I + II )</b>		
		<b>10,451.09</b>	<b>9,473.99</b>
<b>B.</b>	<b>EQUITY AND LIABILITIES</b>		
<b>III</b>	<b>Equity</b>		
	Equity share capital	151.12	151.12
	Other equity	6,059.49	5,389.43
	<b>Total equity</b>		
		<b>6,210.61</b>	<b>5,540.55</b>
<b>IV</b>	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	Financial liabilities		
	Borrowings	104.16	145.83
	Lease Liabilities	67.94	88.65
	Provisions	96.58	50.32
		<b>268.68</b>	<b>284.80</b>
	<b>Current liabilities</b>		
	Financial liabilities		
	Borrowings	41.67	41.67
	Lease Liabilities	20.75	18.70
	Trade payables		
	(A) Total outstanding dues of micro enterprises and small enterprises	123.38	101.08
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,328.71	2,803.77
	Other financial liabilities	13.33	243.81
	Other current liabilities	250.38	246.44
	Provisions	148.65	161.59
	Current tax liabilities (net)	44.93	31.58
		<b>3,971.80</b>	<b>3,648.64</b>
	<b>Total liabilities</b>		
		<b>4,240.48</b>	<b>3,933.44</b>
	<b>Total Equity and Liabilities ( III + IV )</b>		
		<b>10,451.09</b>	<b>9,473.99</b>



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**AUTOMOTIVE AXLES LIMITED**  
 (TS 16949 Company)  
 Regd. Office : Hootagalli Industrial Area, Off Hunsur Road, Mysuru 570 018  
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 Statement of Audited Financial Results for the quarter and year ended March 31, 2022

Cash flow statement		(Amounts in Rupees Millions)	
	Particulars	For the Year ended	
		31.03.2022	31.03.2021
		(Audited)	(Audited)
<b>I</b>	<b>Operating activities</b>		
	<b>Profit before tax</b>	<b>1,000.50</b>	<b>301.65</b>
	<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
	Depreciation and amortisation expense	361.01	356.16
	Amortisation of intangible assets	3.17	3.87
	Profit on sale of property, plant and equipment	(0.19)	(2.89)
	Profit on sale of securities	(3.26)	-
	Exceptional items (refer Note 4)	-	37.69
	Warranty expense	49.62	37.23
	Finance costs (including fair value changes in financial instruments)	22.55	29.48
	Finance income (including fair value changes in financial instruments)	(32.95)	(55.48)
	<b>Operating profit before working capital adjustments</b>	<b>1,400.45</b>	<b>707.71</b>
	<b>Working capital adjustments :</b>		
	Increase in trade receivables	(1,074.19)	(1,592.68)
	Increase in loans	(1.43)	(0.14)
	Decrease in other financial assets	10.72	81.36
	Increase in other assets	(38.67)	(166.50)
	Decrease/ (Increase) in inventories	13.40	(445.71)
	Increase in trade payables	547.24	1,759.25
	Increase in other liabilities	3.94	200.86
	Decrease/ (Increase) in other financial liabilities	(176.19)	108.60
	Decrease in provisions	(23.68)	(70.96)
	Income tax paid (net of refund)	<b>661.59</b>	<b>581.79</b>
	<b>Net cash flows from operating activities</b>	<b>432.85</b>	<b>486.93</b>
<b>II</b>	<b>Investing activities</b>		
	Purchase of property, plant and equipment, intangible assets, CWIP and capital advances	(218.84)	(347.74)
	Proceeds from sale of property, plant and equipment	0.32	3.09
	Purchase of current investments	(166.59)	(120.00)
	Sales of current investments	123.84	-
	Loans given to suppliers	(33.37)	(52.00)
	Loans repaid by suppliers	56.34	62.94
	Investment in bank deposits	(60.00)	-
	Interest received	32.95	56.11
	<b>Net cash flows used in investing activities</b>	<b>(265.36)</b>	<b>(397.60)</b>
<b>III</b>	<b>Financing activities</b>		
	Repayment of borrowings	(41.57)	(41.67)
	Interest paid	(22.83)	(30.26)
	Payment of principal portion of lease liabilities (refer note 1 below)	(18.66)	(16.64)
	Dividend paid to equity holders	(68.37)	(12.08)
	<b>Net cash flows used in financing activities</b>	<b>(151.53)</b>	<b>(100.65)</b>
<b>IV</b>	<b>Net (decrease)/ increase in cash and cash equivalents (I + II + III)</b>	<b>15.96</b>	<b>(11.32)</b>
<b>V</b>	<b>Cash and cash equivalents at the beginning of the year</b>	<b>726.02</b>	<b>737.34</b>
	<b>Cash and cash equivalents at the end of the year</b>	<b>741.98</b>	<b>726.02</b>
	<b>Components of cash and cash equivalents as at the end of the year</b>		
	Cash on hand	0.01	0.06
	Balances with banks		
	- in current accounts	441.96	386.91
	- in deposit accounts with original maturity of less than three months	300.00	339.05
	<b>Total cash and cash equivalents</b>	<b>741.98</b>	<b>726.02</b>



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**AUTOMOTIVE AXLES LIMITED**

(TS 16949 Company)

Regd. Office : Hootagalli Industrial Area, Off Hunsur Road, Mysuru 570 018

CIN : L51909KA1981PLC004198

Statement of Audited Financial Results for the quarter and year ended March 31, 2022

**Notes:**

- 1 The above audited financial results were reviewed by the Audit Committee at the meeting held on May 11, 2022 and approved by the Board of Directors at the meeting held on May 17, 2022.
- 2 These audited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 as amended, read with the relevant rules issued thereunder and in terms of Regulations 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
- 3 Segment information:  
In line with the provisions of Ind AS 108 - Operating Segments, Chief Operating Decision Maker (CODM) reviews the operations of the Company as a manufacturer of Automotive Components, which is considered to be the only reportable segment by the management. Accordingly, no separate disclosure of segment information has been made.
- 4 Pursuant to an agreement between the Company and the Government of Madhya Pradesh ('Government'), on September 2012, the Company had taken a land on lease at Pithampur, Madhya Pradesh, for setting up a manufacturing unit and paid an upfront premium of INR 94 million (including a stamp duty of INR 20.24 million), net of amortisation. The Company has applied to the Government for surrender of the land due to non-utilisation of the land. In accordance with the Agreement, a surrender charge of 50% of upfront premium paid was applicable on surrender of the land.

During the previous year, the Company entered into another agreement with the Government for acquisition of another land for 99 years for a consideration of INR 124.85 million. As per the communication from the Government, the Company had remitted INR 88.81 million after adjusting INR 36.05 million pertaining to the amount recoverable on surrender of the existing leasehold land. During the quarter ended June 30, 2019 the Company had provided for the initial registration and stamp duty charges, paid towards acquisition of the land amounting to INR 20.24 million. Based on the outcome of final discussion with governmental authorities, the Company provided for the surrender charges of INR 37.69 million during the quarter ended June 30, 2020.

- 5 The figures of last quarter of current and previous year are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures of nine months of respective year.
- 6 The Board of Directors at its meeting held on 17th May, 2022 has recommended final dividend of Rs. **15/-** Per equity share of Rs. 10 each (**15.0%**)
- 7 The figures for the previous period/year have been regrouped/rearranged wherever necessary to make them comparable with the current period's figures.

Place : Mysore  
Date : 17.05.2022



KALYANI



For and on behalf of the Board of Directors

A handwritten signature in black ink, appearing to read "Nagendra Sadashiva Murthy Gargeshwari".  
Whole Time Director  
DIN: 00839616

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# AUTOMOTIVE AXLES LIMITED

17<sup>th</sup> May, 2022

The BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400 001  
Scrip Code: 505010

National Stock Exchange Limited  
Exchange Plaza, Plot No. C/1, G- Block  
Bandra (E)  
Mumbai – 400 051  
Scrip Code: AUTOAXLES

Dear Sir/Madam,

**Sub: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of Audit Report with Unmodified Opinion for the Financial year ended March 31, 2022 issued by the Statutory Auditor of the Company.**

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that the Statutory Auditors of the Company, S R Batliboi & Associates LLP, Chartered Accountants, have issued the Audit Report with Unmodified opinion on the Audited Financial Results of the Company for the year ended March 31, 2022.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For AUTOMOTIVE AXLES LIMITED

Debadas Panda

COMPANY SECRETARY & COMPLIANCE OFFICER



## Regd. Office & Mysuru Unit :

Hootagalli Industrial Area, Off Hunsur Road, Mysuru – 570 018, Karnataka, India

Telephone : 91-821-719 7500, Fax : 91-821-2402451

Email : [sec@autoaxle.com](mailto:sec@autoaxle.com), Website : [www.autoaxle.com](http://www.autoaxle.com)

CIN : L51909KA1981PLC004198



ISO 9001:2015 / IATF 16949 : 2016, EMS : ISO : 14001:2015 & OHSAS : ISO : 45001 : 2018

