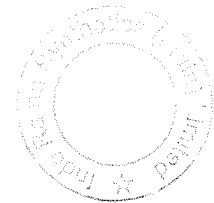
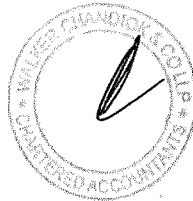


STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND FOR THE YEAR ENDED 31 MARCH 2020

₹ in crore, unless otherwise stated

| Sr. No. | Particulars | Standalone | | | | | Consolidated | | |
|---------|--|-----------------------------------|---|---|---|--|-----------------------------------|---|---|
| | | 3 months ended (31 March 2020) | Preceding 3 months ended (31 December 2019) | Corresponding 3 months ended in the previous year (31 March 2019) | Year to date figures for current period ended (31 March 2020) | Previous year ended (31 March 2019) | 3 months ended (31 March 2020) | Preceding 3 months ended (31 December 2019) | Year to date figures for current year ended (31 March 2020) |
| | (refer notes below) | (Audited) (refer note 10) | (Unaudited) | (Audited) (refer note 10) | (Audited) | (Audited) | (Audited) (refer note 10) | (Unaudited) | (Audited) |
| 1 | Income from operations | 476.57 | 541.52 | 436.39 | 2,122.05 | 1,694.56 | 476.57 | 541.52 | 2,122.05 |
| 2 | Other income | 4.07 | 0.48 | 1.04 | 5.89 | 4.81 | 4.08 | 0.48 | 5.90 |
| 3 | Total income (1+2) | 480.64 | 542.00 | 437.43 | 2,127.94 | 1,699.37 | 480.65 | 542.00 | 2,127.95 |
| 4 | Expenses | | | | | | | | |
| | (a) Cost of materials consumed | 387.56 | 377.39 | 343.13 | 1,619.96 | 1,325.17 | 387.56 | 377.39 | 1,619.96 |
| | (b) Purchase of stock-in-trade | - | - | 6.24 | 0.75 | 66.67 | - | - | 0.75 |
| | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (38.95) | 29.52 | (22.68) | (71.14) | (58.86) | (38.95) | 29.52 | (71.14) |
| | (d) Employee benefits expense [refer note 4] | 25.75 | 22.20 | 21.84 | 90.13 | 77.97 | 25.75 | 22.20 | 90.13 |
| | (e) Other expenses [refer note 2] | 113.42 | 112.65 | 174.71 | 435.53 | 377.02 | 113.67 | 112.85 | 454.03 |
| | Total expenses before depreciation and amortisation expense, finance costs, foreign exchange fluctuation loss/(gain) and exceptional items | 487.78 | 541.76 | 523.24 | 2,127.28 | 1,787.95 | 488.03 | 541.96 | 2,127.73 |
| 5 | Profit/(loss) from operations before depreciation and amortisation expense, finance costs, foreign exchange fluctuation loss/(gain) and exceptional items (3-4) | (7.14) | 0.24 | (85.81) | 0.66 | (88.58) | (7.38) | 0.04 | 0.22 |
| 6 | Depreciation and amortisation expense [refer note 3] | 21.41 | 21.54 | 19.90 | 86.00 | 83.04 | 21.41 | 21.54 | 86.00 |
| 7 | Finance costs | 19.36 | 19.40 | 40.45 | 92.31 | 131.32 | 19.36 | 19.40 | 92.31 |
| 8 | Foreign exchange fluctuation loss/(gain) | 1.93 | (0.57) | (0.28) | 2.35 | 3.53 | 1.93 | (0.47) | 2.55 |
| 9 | Total expenses before exceptional items and tax (4+6+7+8) | 530.48 | 582.13 | 583.31 | 2,307.94 | 2,605.84 | 530.73 | 582.33 | 2,308.39 |
| 10 | Loss before exceptional items and tax (3-9) | (49.84) | (40.13) | (145.88) | (180.00) | (306.47) | (50.08) | (40.33) | (180.44) |
| 11 | Exceptional items | - | - | 115.19 | - | 115.19 | - | - | - |
| 12 | Loss before tax (10-11) | (49.84) | (40.13) | (261.07) | (180.00) | (421.66) | (50.08) | (40.33) | (180.44) |
| 13 | Tax expense | - | 152.00 | (14.74) | 136.10 | (136.60) | - | 152.00 | 136.10 |
| 14 | Net loss for the period (12-13) | (49.84) | (192.13) | (169.33) | (316.10) | (271.06) | (50.08) | (192.33) | (316.54) |
| 15 | Other comprehensive income | | | | | | | | |
| | (i) Items that will not be reclassified to profit or loss | (0.94) | (6.36) | 1.36 | (1.46) | 1.12 | (0.94) | (6.36) | (1.46) |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | (0.47) | - | (0.39) | - | - | - |
| 16 | Total comprehensive income for the period (14+15) | (50.78) | (192.49) | (168.44) | (317.56) | (270.33) | (51.02) | (192.69) | (318.00) |
| 17 | Paid-up equity share capital (face value of ₹ 10 each) | 261.11 | 261.11 | 178.31 | 261.11 | 178.11 | 261.11 | 261.11 | 261.11 |
| 18 | Other equity | - | - | - | (38.66) | 63.10 | - | - | (39.10) |
| 19 | Loss per share (face value of ₹ 10 each) (not annualised for the quarters) | | | | | | | | |
| | (a) Basic (in ₹) | (1.91) | (7.36) | (10.07) | (12.13) | (17.01) | (1.92) | (7.37) | (12.14) |
| | (b) Diluted (in ₹) | (1.91) | (7.36) | (10.07) | (12.13) | (17.01) | (1.92) | (7.37) | (12.14) |

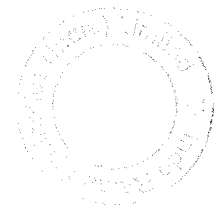


Notes:

1. Statement of assets and liabilities

(₹ in crores, unless otherwise stated)

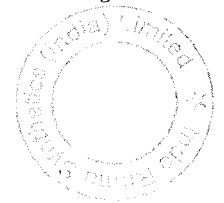
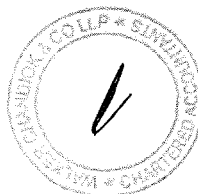
| Particulars | Standalone | | Consolidated |
|---|------------------------|------------------------|------------------------|
| | As at 31 March 2020 | As at 31 March 2019 | As at 31 March 2020 |
| | Audited | Audited | Audited |
| A. Assets | | | |
| (1) Non-current assets | | | |
| (a) Property, plant and equipment [refer note 8] | 702.75 | 759.25 | 702.75 |
| (b) Capital work-in-progress | 7.19 | 2.45 | 7.19 |
| (c) Intangible assets | 0.14 | - | 0.14 |
| (d) Financial assets | | | |
| (i) Investments | 1.00 | - | - |
| (ii) Loans | 3.35 | 3.24 | 3.35 |
| (iii) Other financial assets | 1.53 | 0.82 | 1.53 |
| (e) Deferred tax assets (net) [refer note 5] | 110.01 | 246.11 | 110.01 |
| (f) Non-current tax assets (net) | 10.54 | 11.07 | 10.54 |
| (g) Other non-current assets | 16.89 | 14.84 | 16.89 |
| Total non-current assets | 853.40 | 1,037.78 | 852.40 |
| (2) Current assets | | | |
| (a) Inventories | 250.54 | 183.63 | 250.54 |
| (b) Financial assets | | | |
| (i) Investments | 0.06 | 0.38 | 0.06 |
| (ii) Trade receivables | 91.46 | 59.45 | 91.46 |
| (iii) Cash and cash equivalents | 12.50 | 4.97 | 13.02 |
| (iv) Bank balances other than cash and cash equivalents | 9.96 | 53.56 | 9.96 |
| (v) Other financial assets | 4.88 | 5.83 | 4.88 |
| (c) Other current assets | 260.70 | 244.63 | 260.77 |
| Total current assets | 630.10 | 552.45 | 630.69 |
| TOTAL ASSETS | 1,483.50 | 1,590.23 | 1,483.09 |
| B. Equity and liabilities | | | |
| (1) Equity | | | |
| (a) Equity share capital [refer note 5 and 6] | 261.11 | 178.11 | 261.11 |
| (b) Other equity [refer note 5 and 6] | (38.66) | 63.10 | (39.16) |
| Total equity | 222.45 | 241.21 | 222.01 |
| (2) Non-current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 306.50 | 222.00 | 306.50 |
| (ii) Other financial liabilities [refer note 8] | 16.99 | - | 16.99 |
| (b) Provisions | 27.53 | 22.24 | 27.53 |
| Total non-current liabilities | 351.02 | 244.24 | 351.02 |
| (3) Current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 92.87 | 292.34 | 92.87 |
| (ii) Trade payables | | | |
| -total outstanding dues of micro enterprises and small enterprises; and | 3.25 | 1.11 | 3.25 |
| -total outstanding dues of creditors other than micro enterprises and small enterprises | 548.42 | 577.74 | 548.45 |
| (iii) Other financial liabilities [refer note 8] | 99.24 | 135.04 | 99.24 |
| (b) Other current liabilities | 109.15 | 11.66 | 109.15 |
| (c) Provisions | 57.10 | 86.89 | 57.10 |
| Total current liabilities | 910.03 | 1,104.78 | 910.06 |
| TOTAL EQUITY AND LIABILITIES | 1,483.50 | 1,590.23 | 1,483.09 |



2. Cash flow statement for the year ended 31 March 2020

(₹ in crores, unless otherwise stated)

| Particulars | Standalone | | Consolidated |
|--|-------------------------------------|-------------------------------------|-------------------------------------|
| | For the year ended 31 March 2020 | For the year ended 31 March 2019 | For the year ended 31 March 2020 |
| | Audited | Audited | Audited |
| A. Cash flow from operating activities | | | |
| Loss before tax | (180.00) | (421.66) | (180.44) |
| Add : Adjustment for non-cash and non-operating items | | | |
| Re-measurement gains on defined benefit plan | (1.46) | 1.12 | (1.46) |
| Depreciation and amortisation expense | 86.00 | 83.04 | 86.00 |
| Loss on disposal/discard of property, plant and equipment | 0.44 | 0.02 | 0.44 |
| Finance cost | 92.31 | 131.32 | 92.31 |
| Interest income | (6.19) | (9.69) | (6.20) |
| Provision for doubtful debts and advances | - | 43.28 | - |
| Provision for insurance claim and interest thereon | - | 67.84 | - |
| Provision for doubtful advances to vendors | - | 2.40 | - |
| Provision for non-moving inventory | - | 3.07 | - |
| Provision for contingencies | - | 84.00 | - |
| Liabilities/provisions no longer required, written back | (17.93) | - | (17.93) |
| Surrender value of keyman insurance written off | - | 7.31 | - |
| Debts/advances written off | 2.12 | 0.39 | 2.12 |
| Dividend income | - | (0.01) | - |
| Fair valuation of investments through profit and loss | (0.07) | 0.08 | (0.07) |
| Operating loss before working capital changes | (24.78) | (7.49) | (25.23) |
| Adjustments for movement in: | | | |
| Changes in trade receivables and other receivables | (32.01) | 8.34 | (32.01) |
| Changes in financial assets-loans | 0.07 | 0.12 | 0.07 |
| Changes in other financial assets | (0.26) | 0.68 | (0.26) |
| Changes in other assets | (18.70) | (109.44) | (18.77) |
| Changes in inventories | (66.91) | (70.49) | (66.91) |
| Changes in trade and other payables | (23.66) | (44.97) | (23.63) |
| Changes in provisions | (10.35) | 0.85 | (10.35) |
| Changes in other financial liabilities | (39.91) | 37.56 | (39.91) |
| Changes in other liabilities | 97.49 | (26.93) | 97.49 |
| Cash used in operations before tax | (119.02) | (211.77) | (119.51) |
| Income taxes paid [net] | 0.53 | 0.63 | 0.53 |
| Net cash used in operating activities [A] | (118.49) | (211.14) | (118.98) |
| B. Cash flow from investing activities | | | |
| Purchase of property, plant and equipment [including capital advances and creditors for capital goods] | (10.77) | (4.97) | (10.77) |
| Proceeds from sale of investments | 0.39 | - | 0.39 |
| Proceeds from sale of property, plant and equipment | - | 0.01 | - |
| Investment in subsidiary | (1.00) | - | - |
| Other bank balances not considered as cash and cash equivalents [net] | 42.83 | 14.70 | 42.83 |
| Interest received | 7.22 | 7.39 | 7.23 |
| Dividend received | - | 0.01 | - |
| Net cash generated from investing activities [B] | 38.67 | 17.14 | 39.68 |
| C. Cash flow from financing activities | | | |
| Repayment of non-current borrowings | (248.51) | (30.40) | (248.51) |
| Proceeds from non-current borrowings | 344.18 | 199.99 | 344.18 |
| Movement in current borrowings [net] | (199.47) | 38.95 | (199.47) |
| Payment of lease liabilities | (6.09) | - | (6.09) |
| Proceeds from issue of share capital [including premium on allotment of equity shares] | 298.80 | 91.86 | 298.80 |
| Dividend paid | (0.06) | (0.07) | (0.06) |
| Finance cost paid | (101.50) | (115.00) | (101.50) |
| Net cash generated from financing activities [C] | 87.35 | 185.33 | 87.35 |
| Net increase/(decrease) in cash and cash equivalents [A+B+C] | 7.53 | (8.67) | 8.05 |
| Opening balance of cash and cash equivalents | 4.97 | 13.64 | 4.97 |
| Closing balance of cash and cash equivalents | 12.50 | 4.97 | 13.02 |



Notes:

- 3) The above standalone and consolidated financial results have been audited by the statutory auditors of the Company and reviewed by the Audit Committee and taken on record by the Board of Directors in their respective meetings held on 24 June 2020.
- 4) In March 2020, WHO declared Covid-19 outbreak as a pandemic. This pandemic has severely impacted businesses around the globe. In many countries, including India, there has been severe disruption to regular business operations. The plant and offices of the Company has been under lock-down since March 2020, as per directives from the Government. As a result, operations for the month of March 2020 have been impacted. The Company is monitoring the situation closely and the overall impact on the business of the Company will depend on future developments which cannot be reliably predicted. Fixed expenses in March 2020, incurred during this period of lock-down are as under:

| | | | |
|-------|----------------|---|-----------------|
| (i) | Employee cost | - | Rs. 1.97 Crores |
| (ii) | Depreciation | - | Rs. 1.93 Crores |
| (iii) | Other expenses | - | Rs. 0.75 Crores |

Given the uncertainty of quick turnaround to normalcy, post lifting of the lock down, the Company has carried out a comprehensive assessment of possible impact on its business operations, financial assets, contractual obligations and its overall liquidity position, based on the internal and external sources of information and application of reasonable estimates. The Company does not foresee any significant incremental risk to the recoverability of its assets or in its ability to meet its financial obligations over the foreseeable future, given early and required steps taken to contain, protect and mitigate the exposure.

Pursuant to the relaxed guidelines, the Company has now resumed its manufacturing operations as allowed in keeping with Government advisories. Since the situations are continuously evolving, the impact assessed may be different from the estimates made as at the date of approval of these financial results and management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.

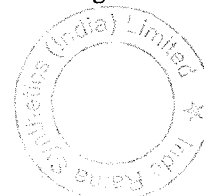
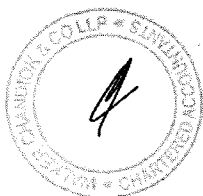
The management is of the view that the Company will be able to continue as a going concern and will realise its assets and will be able to meet its liabilities at the amounts stated in the books and commitments in the normal course of business. The Company has option to arrange additional credit lines with the support of the promoter Group Company to the tune of USD 50 million by way of the Stand By Letter of Credit (SBLC) to meet any unforeseen exigencies.

- 5) The Company's business comprises of manufacture and sale of polyester products. In the past, due to high raw material cost, working capital issues and consequent high interest cost, the Company incurred losses.

Subsequent to infusion of additional equity by way of preferential allotment to Indorama Netherlands BV (IVL) and Siam Stock Holdings Limited, amounting to Rs. 360.72 crores, the Company has taken significant steps during the year to improve operational performance by competitive procurement of raw materials, ramping up of production in a phased manner to have economies of scale, sufficient working capital facilities from banks at reduced cost and creation of a good customer base.

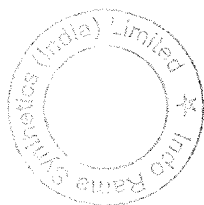
The result of initial steps taken have started showing improvement in performance of the Company. Further, relief action for the industry from Government of India by abolishing anti-dumping duty on imported PTA, a key raw material for the Company, in budget 2020-21, will have additional positive impact on the business.

The management has reassessed the carrying value of deferred taxes and made appropriate adjustment in the carrying value of deferred tax assets based on prudence. The management is confident about the achievement of its long-term business plans and availability of sufficient future taxable profits against which deferred tax is fully recoverable.




The auditors have given an emphasis on this matter in their audit report.

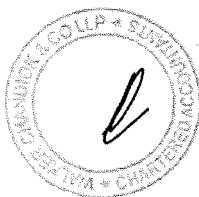
- 6) The equity shares of the Company are listed on BSE Limited and National Stock Exchange of India Limited. As per Regulation 38 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 ('LODR') read with Rule 19A of the Securities Contracts (Regulation) Rules, 1957 ('SCRR'), the Company is required to maintain at least 25% (twenty five percent) public shareholding, as determined in accordance with SCRR, on a continuous basis for listing. Pursuant to the acquisition of shares by Indo Rama Netherlands BV ('INBV') through open offer, promoters' shareholding has increased to 81.72%. The Company plans to comply with SCRR as per SEBI Circular no. CFD/CMD/CIR/P/2017/115 dated 10 October 2017 read with Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/81 dated 14 May 2020.
- 7) The Company's primary business segment is reflected based on principal business activities carried on by the Company. As per Indian Accounting Standard 108, Operating Segments, as notified under the Companies (Indian Accounting Standards) Rules, 2015, the Company operates in one reportable segment i.e. manufacturing of Polyester goods.
- 8) Effective 1 April 2019, the Company adopted Ind AS 116 "Leases", applied to all lease contracts existing on 1 April 2019 using the modified retrospective method along with the transition option to recognise Right-of-Use asset (ROU) at an amount equal to the Lease Liability. This has resulted in recognizing a Right-of-Use Asset and a corresponding Lease Liability as at 1 April 2019. Accordingly, comparatives for the quarter and year ended 31 March 2019 have not been retrospectively adjusted. The effect of this adoption is not material on the loss for the year and loss per share.
- 9) Indorama Yarns Private Limited, a wholly owned subsidiary of the Company, incorporated on 16 August 2019 is yet to commence operations. The Company has subscribed Rs. 10,000,000 towards its share capital on 14 October 2019. The Company is presenting consolidated financial results for the first time. Accordingly, requirement for presenting comparative consolidated financial results for the quarter and year ended 31 March 2019 is not applicable.
- 10) Figures for the quarter ended 31 March 2020 and 31 March 2019 as reported in these financial results are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the financial year. Also, the figures upto the end of the third quarter were only reviewed and not subjected to audit.
- 11) Figures for the preceding quarters have been regrouped/recast, wherever necessary.
- 12) For more details on results, visit Investor Relations section of our website at www.indoramaindia.com and financial results under Corporate section of www.nseindia.com and www.bseindia.com.



For and on behalf of the Board of Directors of
Indo Rama Synthetics (India) Limited


Om Prakash Lohia
Chairman and Managing Director
(Director Identification No.: 00206807)

Place: New Delhi
Date: 24 June 2020



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Independent Auditor's Report on Standalone 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 Indo Rama Synthetics (India) Limited

Opinion

1. We have audited the accompanying standalone annual financial results ('the Statement') of Indo Rama Synthetics (India) Limited ('the Company') for the year ended 31 March 2020, 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'), including relevant circulars issued by the SEBI from time to time.
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 applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the standalone net loss after tax and other comprehensive income and other financial information of the Company for the year ended 31 March 2020.



Chartered Accountants

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

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

Walker Chandiook & Co LLP

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') 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 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.

Emphasis of matter - Recoverability of deferred tax asset

4. We draw attention to Note 5 of the accompanying statement regarding the recoverability of deferred tax assets amounting to Rs. 110.01 crores as at 31 March 2020 carried in books of accounts in view of the reasons stated therein. The realization of this balance is dependent on availability of sufficient future taxable profits, which are estimated by management based on assumptions that are subject to market conditions and other external factors. Our opinion is not modified in respect of this matter.

Emphasis of matter - Uncertainties related to Covid-19

5. We draw attention to Note 4 to the accompanying statements, which describes management's assessment of uncertainties relating to the effects of the COVID-19 pandemic on the Company's operations. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Statement

6. This Statement has been prepared on the basis of the standalone annual audited 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 loss and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS 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 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.

7. 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.



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

Auditor's Responsibilities for the Audit of the Statement

9. 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.

10. As part of an audit in accordance with the Standards on Auditing, 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 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 management.
- Conclude on the appropriateness of the management's 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 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.
- 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.

11. 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.



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12. 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

13. The Statement includes the financial results for the quarter ended 31 March 2020, 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 Chandiook & Co LLP
Chartered Accountants
Firm Registration No.: 001076N/N500013



Sandeep Mehta
Partner
Membership No. 099410
UDIN: 20099410AAAABE4663



Place: Mohali
Date: 24 June 2020

Walker Chandiook & Co LLP

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Independent Auditor's Report on Consolidated 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 Indo Rama Synthetics (India) Limited

Opinion

1. We have audited the accompanying consolidated annual financial results ('the Statement') of Indo Rama Synthetics (India) Limited ('the Holding Company') and its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group'), for the year ended 31 March 2020, attached herewith, 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'), including relevant circulars issued by the SEBI from time to time.
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) includes the annual financial results of the following entities;
 - Indo Rama Synthetics (India) Limited, Holding Company; and
 - Indorama Yarns Private Limited, Subsidiary Company
 - (ii) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
 - (iii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the consolidated net loss after tax and other comprehensive income and other financial information of the Group, for the year ended 31 March 2020.



Chartered Accountants

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

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Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') 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 Group, 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 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.

Emphasis of matter - Recoverability of deferred tax asset

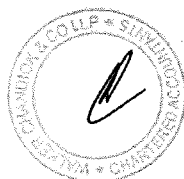
4. We draw attention to Note 5 of the accompanying statement regarding the recoverability of deferred tax assets amounting to Rs. 110.01 crores as at 31 March 2020 carried in books of accounts in view of the reasons stated therein. The realization of this balance is dependent on availability of sufficient future taxable profits, which are estimated by management based on assumptions that are subject to market conditions and other external factors. Our opinion is not modified in respect of this matter.

Emphasis of matter - Uncertainties related to Covid-19

5. We draw attention to Note 4 to the accompanying statements, which describes management's assessment of uncertainties relating to the effects of the COVID-19 pandemic on the Company's operations. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Statement

6. The Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated annual audited financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net loss after tax and other comprehensive income, and other financial information of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS 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. The respective management of the companies included in the Group, are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Group, 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 financial results, that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

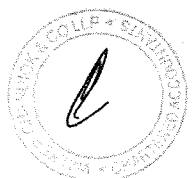


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7. In preparing the Statement, the respective Board of Directors of the companies included in the Group, are responsible for assessing the ability of the Group, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the respective Board of Directors/ management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
8. The respective Board of Directors/ management of the companies included in the Group, are responsible for overseeing the financial reporting process of the companies included in the Group.

Auditor's Responsibilities for the Audit of the Statement

9. 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.
10. As part of an audit in accordance with the Standards on Auditing, 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 Holding 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 management.
 - Conclude on the appropriateness of management's 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 ability of the Group, 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 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 Group 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.
 - Obtain sufficient appropriate audit evidence regarding the financial results/ financial information/ financial statements of the entities within the Group, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement, of which we are the



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independent auditors. For the other entities included in the Statement, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

11. We communicate with those charged with governance of the Holding Company, 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.
12. 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.
13. We also performed procedures in accordance with SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019, issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

14. The Statement includes the consolidated financial results for the quarter ended 31 March 2020, being the balancing figures between the audited consolidated figures in respect of the full financial year and the published unaudited year-to-date consolidated figures up to the third quarter of the current financial year, which were subject to limited review by us.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013

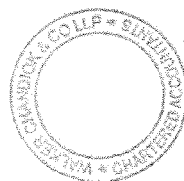


Sandeep Mehta

Partner

Membership No. 099410

UDIN: 20099410AAAABF3764



Place: Mohali

Date: 24 June 2020