

INDO RAMA SYNTHETICS (INDIA) LIMITED

Registered Office : A-31, MIDC Industrial Area, Butibori-441122, District Nagpur, Maharashtra

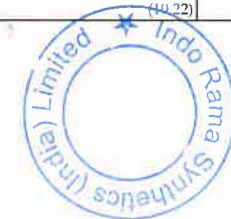
Corporate Office : 20th Floor, DLF Square, DLF City Phase II, Gurugram-122002, Haryana

Tel: 07104-663000 / 01 Fax: 07104-663200, E-mail: investor-relations@indorama-ind.com, Website: www.indoramaindia.com, CIN: L17124MH11986PLC166615

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020

(₹ in crores, unless otherwise stated)

Sr. No.	Particulars	3 months ended (31 December 2020)	Preceding 3 months ended (30 September 2020)	Corresponding 3 months ended in the previous year (31 December 2019)	Year to date figures for current period ended (31 December 2020)	Year to date figures for previous period ended (31 December 2019)	Previous year ended (31 March 2020)
	(refer notes below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations	618.14	471.68	541.52	1,208.43	1,645.48	2,122.05
2	Other income	0.40	11.23	0.48	13.28	1.82	5.89
3	Total income (1+2)	618.54	482.91	542.00	1,221.71	1,647.30	2,127.94
4	Expenses						
	(a) Cost of materials consumed	402.22	349.33	377.39	807.29	1,232.40	1,619.96
	(b) Purchase of stock-in-trade	0.20	1.32	-	1.52	0.75	0.75
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	21.18	(11.11)	29.52	63.64	21.81	(17.14)
	(d) Employee benefits expense	24.80	25.07	22.20	64.11	64.38	90.13
	(e) Other expenses	127.69	118.14	112.65	279.96	320.16	433.58
	Total expenses before depreciation and amortisation expense, finance costs, foreign exchange fluctuation (gain)/loss and exceptional items	576.09	482.75	541.76	1,216.52	1,639.50	2,127.28
5	Profit from operations before depreciation and amortisation expense, finance costs, foreign exchange fluctuation (gain)/loss and exceptional items (3-4)	42.45	0.16	0.24	5.19	7.80	0.66
6	Depreciation and amortisation expense [refer note 3]	8.73	8.76	21.54	25.89	64.59	86.00
7	Finance costs	15.10	16.93	19.40	50.55	72.95	92.31
8	Foreign exchange fluctuation (gain)/loss	(2.45)	0.26	(0.57)	(0.54)	0.42	2.35
9	Total expenses before exceptional items and tax (4+6+7+8)	597.47	508.70	582.13	1,292.42	1,777.46	2,307.94
10	Profit/(loss) before exceptional items and tax (3-9)	21.07	(25.79)	(40.13)	(70.71)	(130.16)	(180.00)
11	Exceptional items [refer note 4]	-	-	-	11.63	-	-
12	Profit/(loss) before tax (10-11)	21.07	(25.79)	(40.13)	(82.34)	(130.16)	(180.00)
13	Tax expense						
	Tax credit	-	(11.82)	-	(11.82)	-	-
	Deferred tax (credit)/expense [refer note 5]	(55.10)	-	152.00	(55.10)	136.13	136.10
14	Net Profit/(loss) for the period (12-13)	76.17	(13.97)	(192.13)	(15.42)	(266.29)	(316.10)
15	Other comprehensive income						
	(i) Items that will not be reclassified to profit or loss	(2.73)	-	(0.36)	(2.73)	(0.52)	(1.46)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	0.03	-
16	Total comprehensive income for the period (14+15)	73.44	(13.97)	(192.49)	(18.15)	(266.78)	(317.56)
17	Paid-up equity share capital (face value of ₹ 10 each)	261.11	261.11	261.11	261.11	261.11	261.11
18	Other equity	-	-	-	-	-	(38.66)
19	Earnings/(Loss) per share (face value of ₹ 10 each) (not annualised for the quarters)						
	(a) Basic (in ₹)	2.92	(0.54)	(7.36)	(0.59)	(10.22)	(12.13)
	(b) Diluted (in ₹)	2.92	(0.54)	(7.36)	(0.59)	(10.22)	(12.13)



Notes:

- 1 The above standalone financial results have been reviewed by the statutory auditors of the Company and by the Audit Committee and taken on record by the Board of Directors in their respective meetings held on 20 January 2021.
- 2 In March 2020, World Health Organization (WHO) had declared the outbreak of Novel Corona virus "Covid-19" as a pandemic. Complying with the directives of Government, the plant and offices of the Company had been under lock-down, resulting thereto, the operations for the nine months period have been impacted.

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.

The management will continue to monitor any material change 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 auditors have given an emphasis on this matter in their review report.

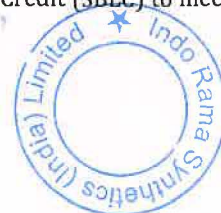
- 3 The management reassessed remaining useful life of certain assets in the block of plant and equipment with effect from 1 April 2020 on the basis of assessment made by external technical experts. Depending upon the operating conditions and usability of assets, the useful life of the said assets which was hitherto 18 years have been revised to 20 years in case of utilities and to 45 years for the processing plants. Due to this reassessment of remaining useful life, the depreciation for the quarter ended 30 September 2020 and nine months ended 31 December 2020 is lower by Rs. 12.99 Crores and Rs. 38.83 Crores respectively and loss for the corresponding periods is lower by Rs. 12.03 Crores and Rs. 36.03 Crores respectively. Further, the depreciation for the quarter ended 31 December 2020 is lower by Rs.12.99 Crores and profit for the quarter is higher by Rs.12.18 Crores.

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

- 4 The Company is valuing inventories at cost or net realizable values (NRV), whichever is lower. The exceptional item is towards significant write down in valuation of inventories below cost amounting to Rs. 11.63 crores during the quarter ended 30 June 2020 which was on account of unprecedented decline in global crude oil prices as an outcome of Covid-19 Pandemic.
- 5 The Company's business comprises of manufacture and sale of polyester products. The management has reassessed the carrying value of deferred tax assets amounting to Rs.110.01 crores and additionally recognised of Rs.55.10 crores during the current quarter on the basis of improved operational and market performance achieved during the quarter and nine months ended 31 December 2020. Management is confident about the achievement of its long-term business plans and availability of sufficient future taxable profits against which deferred tax amounting to Rs.165.11 crores is fully recoverable.

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

- 6 The Company has made profits during the current quarter, though it was incurring losses in the previous period. Considering additional equity infusion last year, actions taken to reduce the costs, refinancing of high cost debt, business plan and availability of 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, management believes that Company will be able to realize 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.

- 7 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. Pursuant to the acquisition of shares by Indo Rama Netherlands BV ('INBV') through open offer, promoters' shareholding increased to 81.72%. In view of 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, the Promoters informed stock exchanges on 5 October 2020 to avail Offer For Sale (OFS) facility to sell 1,75,50,000 shares to reduce promoters' shareholding to 75%. Out of the above shares offered through OFS facility 1,72,14,647 shares have been sold and the remaining 3,35,353 shares are intended to be sold shortly complying with various applicable regulations.
- 8 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.
- 9 Indorama Yarns Private Limited, a wholly owned subsidiary of the Company, incorporated on 16 August 2019. The Company had subscribed Rs. 10,000,000 towards its share capital on 14 October 2019. During the nine months period ended 31 December 2020, Company has further subscribed Rs. 20,000,000 towards its share capital.
- 10 Figures for the preceding quarters have been regrouped/recast, wherever necessary.
- 11 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: Gurugram
Date: 20 January 2021

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

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Indo Rama Synthetics (India) Limited ('the Company') for the quarter ended 31 December 2020 and the year to date results for the period 1 April 2020 to 31 December 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. 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.
4. Based on our review conducted as above, 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

Chartered Accountants



Walker Chandiook & Co LLP

5. Emphasis of Matters

a. Uncertainties related to Covid-19

We draw attention to Note 2 to the accompanying Statement, which describes management's assessment of uncertainties relating to the effects of the Covid-19 pandemic on the Company's operations. Our conclusion is not modified in respect of this matter.

b. Change in useful life of assets

We draw attention to Note 3 to the accompanying Statement which indicates that the management has re-assessed and revised the remaining useful lives of certain assets in the block of plant and equipment with effect from 1 April 2020 based on technical assessment performed by an independent expert. The effect of change in such accounting estimate has been recognised prospectively in the accompanying Statement in accordance with requirements of Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors. As a consequence, there is a reduction in depreciation expense recognised for the quarter ended 31 December 2020 by Rs. 12.99 crores and for the nine months ended 31 December 2020 by Rs. 38.83 crores as described in the aforesaid note. Our conclusion is not modified in respect of this matter.

c. Recoverability of deferred tax asset

We draw attention to Note 5 of the accompanying Statement relating to the carrying value of deferred tax asset amounting to Rs. 165.11 crores as at 31 December 2020 which is assessed based on significant management judgement with respect to the availability of future taxable profits including the underlying assumptions as further described in the said note. Our conclusion is not modified in respect of this matter.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013



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Tarun Gupta

Partner

Membership No. 507892

UDIN 21507892AAAAAL7551

Place: Gurugram

Date: 20 January 2021

INDO RAMA SYNTHETICS (INDIA) LIMITED

Registered Office : A-31, MIDC Industrial Area, Butibori-41122, District Nagpur, Maharashtra

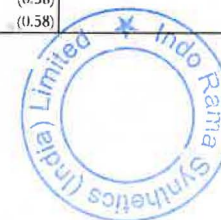
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Tel.: 07104-663000 / 01 Fax: 07104-663200, Email: investor-relations@indorama-ltd.com, Website: www.indoramaindia.com, CIN: L17124MH1986PLC166615

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020

(₹ in crores, unless otherwise stated)

Sr. No.	Particulars	3 months ended (31 December 2020)	Preceding 3 months ended (30 September 2020)	Corresponding 3 months ended in the previous year (31 December 2019)	Year to date figures for current period ended (31 December 2020)	Year to date figures for previous period ended (31 December 2019)	Previous year ended (31 March 2020)
	(refer notes below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations	619.82	476.07	541.52	1,214.50	1,645.48	2,122.05
2	Other income	0.40	11.24	0.48	13.29	1.82	5.90
3	Total income (1+2)	620.22	487.31	542.00	1,227.79	1,647.30	2,127.95
4	Expenses						
	(a) Cost of materials consumed	402.22	349.33	377.39	807.29	1,232.40	1,619.96
	(b) Purchase of stock-in-trade	1.71	5.53	-	7.24	0.75	0.75
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	21.18	(11.11)	29.52	63.64	21.81	(17.14)
	(d) Employee benefits expense	24.80	25.07	22.20	64.11	64.38	90.13
	(e) Other expenses	127.86	118.17	112.85	280.17	320.36	434.03
	Total expenses before depreciation and amortisation expense, finance costs, foreign exchange fluctuation (gain)/loss and exceptional items	577.77	486.99	541.96	1,222.45	1,639.70	2,127.73
5	Profit from operations before depreciation and amortisation expense, finance costs, foreign exchange fluctuation (gain)/loss and exceptional items (3-4)	42.45	0.32	0.04	5.34	7.60	0.22
6	Depreciation and amortisation expense [refer note 4]	8.73	8.76	21.54	25.89	64.59	86.00
7	Finance costs	15.10	16.93	19.40	50.55	72.95	92.31
8	Foreign exchange fluctuation (gain)/loss	(2.45)	0.26	(0.57)	(0.54)	0.42	2.35
9	Total expenses before exceptional items and tax (4+6+7+8)	599.15	512.94	582.33	1,298.35	1,777.66	2,308.39
10	Profit/(loss) before exceptional items and tax (3-9)	21.07	(25.63)	(40.33)	(70.56)	(130.36)	(180.44)
11	Exceptional items [refer note 5]	-	-	-	11.63	-	-
12	Profit/(loss) before tax (10-11)	21.07	(25.63)	(40.33)	(82.19)	(130.36)	(180.44)
13	Tax expense						
	Tax credit	-	(11.82)	-	(11.82)	-	-
	Deferred tax (credit)/expense [refer note 6]	(55.10)	-	152.00	(55.10)	136.13	136.10
14	Net Profit/(loss) for the period (12-13)	76.17	(13.81)	(192.33)	(15.27)	(266.49)	(316.54)
15	Other comprehensive income						
	(i) Items that will not be reclassified to profit or loss	(2.73)	-	(0.36)	(2.73)	(0.52)	(1.46)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	0.03	-
16	Total comprehensive income for the period (14+15)	73.44	(13.81)	(192.69)	(18.00)	(266.98)	(318.00)
17	Paid-up equity share capital (face value of ₹ 10 each)	261.11	261.11	261.11	261.11	261.11	261.11
18	Other equity	-	-	-	-	-	(39.10)
19	Earnings/(Loss) per share (face value of ₹ 10 each) (not annualised for the quarters)						
	(a) Basic (in ₹)	2.92	(0.53)	(7.37)	(0.58)	(10.23)	(12.14)
	(b) Diluted (in ₹)	2.92	(0.53)	(7.37)	(0.58)	(10.23)	(12.14)



Notes:

1. The above consolidated financial results of Indo Rama Synthetics (India) Limited (“the Company”) and its subsidiary (collectively known as “the Group”) are prepared in accordance with the requirements of the Accounting Standard (“AS”) 110 “Consolidated Financial Statements”.
2. The above consolidated financial results have been reviewed by the statutory auditors of the Company and by the Audit Committee and taken on record by the Board of Directors in their respective meetings held on 20 January 2021.
3. In March 2020, World Health Organization (WHO) had declared the outbreak of Novel Corona virus “Covid-19” as a pandemic. Complying with the directives of Government, the plant and offices of the Group had been under lock-down, resulting thereto, the operations for the six months period have been impacted.

Given the uncertainty of quick turnaround to normalcy, post lifting of the lock down, the Group 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 Group 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.

The management will continue to monitor any material change arising due to the impact of this pandemic on financial and operational performance of the Group and take necessary measures to address the situation.

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

4. The management reassessed remaining useful life of certain assets in the block of plant and equipment with effect from 1 April 2020 on the basis of assessment made by external technical experts. Depending upon the operating conditions and usability of assets, the useful life of the said assets which was hitherto 18 years have been revised to 20 years in case of utilities and to 45 years for the processing plants. Due to this reassessment of remaining useful life, the depreciation for the quarter ended 30 September 2020 and nine months ended 31 December 2020 is lower by Rs. 12.99 Crores and Rs. 38.83 Crores respectively and loss for the corresponding periods is lower by Rs. 12.03 Crores and Rs. 36.03 Crores respectively. Further, the depreciation for the quarter ended 31 December 2020 is lower by Rs.12.99 Crores and profit for the quarter is higher by Rs.12.18 Crores.

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

5. The Group is valuing inventories at cost or net realizable values (NRV), whichever is lower. The exceptional item is towards significant write down in valuation of inventories below cost amounting to Rs. 11.63 crores during the quarter ended 30 June 2020 which was on account of unprecedented decline in global crude oil prices as an outcome of Covid-19 Pandemic.
6. The Company’s business comprises of manufacture and sale of polyester products. The management has reassessed the carrying value of deferred tax assets amounting to Rs.110.01 crores and additionally recognised of Rs.55.10 crores during the current quarter on the basis of improved operational and market performance achieved during the quarter and nine months ended 31 December 2020. Management is confident about the achievement of its long-term business plans and availability of sufficient future taxable profits against which deferred tax amounting to Rs.165.11 crores is fully recoverable.

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

7. The Company has made profits during the quarter, though it was incurring losses during the previous period. Considering additional equity infusion last year, actions taken to reduce the costs, refinancing of high cost debt,



business plan and availability of 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, management believes that Company will be able to realize 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.

8. 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. Pursuant to the acquisition of shares by Indo Rama Netherlands BV ('INBV') through open offer, promoters' shareholding increased to 81.72%. In view of 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, the Promoters informed stock exchanges on 5 October 2020 to avail Offer For Sale (OFS) facility to sell 1,75,50,000 shares to reduce promoters' shareholding to 75%. Out of the above shares offered through OFS facility 1,72,14,647 shares have been sold and the remaining 3,35,353 shares are intended to be sold shortly complying with various applicable regulations.
9. The Group's primary business segment is reflected based on principal business activities carried on by the Group. As per Indian Accounting Standard 108, Operating Segments, as notified under the Companies (Indian Accounting Standards) Rules, 2015, the Group operates in one reportable segment i.e. manufacturing of Polyester goods.
10. Indorama Yarns Private Limited, a wholly owned subsidiary of the Company, incorporated on 16 August 2019. The Company had subscribed Rs. 10,000,000 towards its share capital on 14 October 2019. During the nine months period ended 31 December 2020, Company has further subscribed Rs. 20,000,000 towards its share capital.
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: Gurugram
Date: 20 January 2021

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

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Indo Rama Synthetics (India) Limited ('the Holding Company') and Indorama Yarns Private Limited, its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group'), for the quarter ended 31 December 2020 and the consolidated year to date results for the period 1 April 2020 to 31 December 2020, 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), including relevant circulars issued by the SEBI from time to time.
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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. 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.



Chartered Accountants

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Chartered Accountants

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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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

4. Based on our review conducted and procedures performed as stated in paragraph 3 above 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matters

a. Uncertainties related to Covid-19

We draw attention to Note 3 to the accompanying Statement, which describes management's assessment of uncertainties relating to the effects of the Covid-19 pandemic on the Group's operations. Our conclusion is not modified in respect of this matter.

b. Change in useful life of assets

We draw attention to Note 4 to the accompanying Statement which indicates that the management has re-assessed and revised the remaining useful lives of certain assets in the block of plant and equipment with effect from 1 April 2020 based on technical assessment performed by an independent expert. The effect of change in such accounting estimate has been recognised prospectively in the accompanying Statement in accordance with requirements of Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors. As a consequence, there is a reduction in depreciation expense recognised for the quarter ended 31 December 2020 by Rs. 12.99 crores and for the nine months ended 31 December 2020 by Rs. 38.83 crores as described in the aforesaid note. Our conclusion is not modified in respect of this matter.

c. Recoverability of deferred tax asset

We draw attention to Note 6 of the accompanying Statement relating to the carrying value of deferred tax asset amounting to Rs. 165.11 crores as at 31 December 2020 which is assessed based on significant management judgement with respect to the availability of future taxable profits including the underlying assumptions as further described in the said note. Our conclusion is not modified in respect of this matter.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013



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Tarun Gupta

Partner

Membership No. 507892

UDIN 21507892AAAAAK3829

Place: Gurugram

Date: 20 January 2021

Chartered Accountants