

EVEREADY INDUSTRIES INDIA LTD.

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

₹ Lakhs

Particulars	3 months ended (31/03/2020)	Preceding 3 months ended (31/12/2019)	Corresponding 3 months ended in the previous year (31/03/2019)	Year ended (31/03/2020)	Previous year ended (31/03/2019)
	Audited*	Unaudited	Audited*	Audited	Audited
1 Income					
(a) Revenue from operations (Gross)	22,419.61	31,742.01	31,172.43	121,092.90	145,773.38
(b) Other Income	1,217.00	1,053.12	1,382.79	4,672.66	3,540.99
Total Income	23,636.61	32,795.13	32,555.22	125,765.56	149,314.37
2 Expenses					
(a) Cost of Materials Consumed	8,066.84	10,837.11	10,724.55	44,637.64	49,383.25
(b) Purchases of Stock-in-Trade	6,643.73	6,523.10	7,428.08	27,137.01	38,541.00
(c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	(2,210.46)	1,715.86	2,274.62	968.25	4,275.84
(d) Employee Benefit Expense	3,233.54	3,612.46	3,795.46	14,945.72	15,690.38
(e) Finance costs	1,687.76	1,812.92	1,482.03	7,040.87	5,398.76
(f) Depreciation and amortisation expense	722.03	697.68	551.72	2,896.56	2,183.69
(g) Other Expenses	3,819.01	5,438.01	5,750.33	21,291.41	25,605.91
Total Expenses	21,962.45	30,637.14	32,006.79	118,917.46	141,078.83
3 Profit before exceptional items and tax (1-2)	1,674.16	2,157.99	548.43	6,848.10	8,235.54
4 Exceptional Items					
Profit on sale of Land- Chennai	-	8,955.38	-	8,955.38	-
Profit on sale of Land- Hyderabad	6,203.66	-	-	6,203.66	-
Workmen separation cost-Chennai	-	-	3.80	-	2,325.24
5 Profit before Tax (3+/-4)	7,877.82	11,113.37	544.63	22,007.14	5,910.30
6 Tax Expense	1,504.39	2,053.78	139.88	4,050.56	1,184.51
(a) Current Income Tax	1,425.13	2,006.46	96.18	3,992.57	1,275.52
(b) Deferred Tax	79.26	47.32	43.70	57.99	(91.01)
7 Profit for the period / year (5-6)	6,373.43	9,059.59	404.75	17,956.58	4,725.79
8 Other Comprehensive Income (net of tax)					
-Items that will not be reclassified to profit or loss					
a) Remeasurement (loss) / gain on defined benefit plans	(4.52)	36.73	179.01	106.33	160.76
b) Income tax related to above	0.96	(6.35)	(38.65)	(19.18)	(34.64)
9 Total Comprehensive Income (7+8)	6,369.87	9,089.97	545.11	18,043.73	4,851.91
10 Paid up Equity Share Capital Face Value : ₹ 5/- per share.	3,634.36	3,634.36	3,634.36	3,634.36	3,634.36
11 Other Equity	-	-	-	52,078.26	34,034.53
12 Earnings Per Share (of ₹ 5/- each)-not annualised					
(a) Basic	8.77	12.46	0.56	24.70	6.50
(b) Diluted	8.77	12.46	0.56	24.70	6.50

* Refer Note 2



STANDALONE STATEMENT OF ASSETS AND LIABILITIES

₹ Lakhs

	Particulars	As at	As at
		(31/03/2020)	(31/03/2019)
		Audited	Audited
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment (including Right to Use Assets)	32,054.68	33,211.51
	(b) Capital work-in-progress	281.98	474.25
	(c) Investment Property	-	5.64
	(d) Intangible assets	795.63	1,044.66
	(e) Intangible assets under development	14.85	-
	(f) Financial Assets		
	(i) Investments	1,015.61	1,015.64
	(ii) Loans	88.83	113.19
	(iii) Other financial assets	616.81	676.66
	(g) Non current tax assets (Net)	960.01	943.76
	(h) Other non-current assets	8,419.46	8,654.01
	Sub-total - Non-current assets	44,247.86	46,139.32
2	Current assets		
	(a) Inventories	21,037.98	25,280.13
	(b) Financial Assets		
	(i) Trade receivables	5,037.63	10,529.80
	(ii) Cash and cash equivalents	955.17	469.22
	(iii) Other balances with banks	51.64	50.99
	(iv) Loans	42,334.94	23,130.52
	(v) Other financial assets	6,030.54	4,643.39
	(c) Other current assets	6,498.98	6,837.60
	(d) Asset held for sale	-	894.62
	Sub-total - Current assets	81,946.88	71,836.27
	TOTAL - ASSETS	126,194.74	117,975.59
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share capital	3,634.36	3,634.36
	(b) Other Equity	52,078.26	34,034.53
	Sub-total - Total Equity	55,712.62	37,668.89
2	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	14,846.64	20,995.16
	(ii) Lease liabilities	2,010.47	-
	(iii) Other financial liabilities	394.73	394.73
	(b) Provisions	584.19	579.96
	(c) Deferred tax liabilities (Net)	543.95	485.96
	Sub-total - Non-current liabilities	18,379.98	22,455.81
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	12,540.55	8,451.88
	(ii) Lease liabilities	534.44	-
	(ii) Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	331.40	181.41
	Total outstanding dues of creditors other than micro enterprises and small enterprises	18,150.52	25,348.93
	(iv) Other financial liabilities	11,812.66	11,554.34
	(b) Other current liabilities	3,005.24	9,240.42
	(c) Provisions	1,682.46	1,762.20
	(d) Current tax liabilities (Net)	4,044.87	1,311.71
	Sub-total - Current liabilities	52,102.14	57,850.89
	TOTAL- EQUITY AND LIABILITIES	126,194.74	117,975.59



Standalone Statement of Cash Flow for the year ended March 31, 2020

Particulars	For the year ended March 31, 2020		For the year ended March 31, 2019	
	₹ Lakhs	₹ Lakhs	₹ Lakhs	₹ Lakhs
A. Cash flow from operating activities				
Profit before exceptional items and tax		6,848.10		8,235.54
<u>Adjustments for:</u>				
Depreciation and amortisation expenses	2,896.56		2,183.69	
Amortisation of lease payment as rent	-		31.50	
(Profit)/Loss on sale of property, plant and equipment	38.92		(657.44)	
Finance costs	7,040.87		5,398.76	
Interest income	(3,906.82)		(2,883.55)	
Profit on sale of Packet Tea IP	(600.00)		-	
Allowance for bad and doubtful trade receivables	386.97		95.92	
Provision for indirect taxes	-		3.58	
Provisions/Liabilities no longer required written back	(165.84)		-	
Ind AS 115 Adjustment	-		(295.41)	
Loss on fair valuation of investment through profit and loss	0.03		0.03	
Net unrealised foreign exchange (gain)/loss	110.12	5,800.81	(64.99)	3,812.09
Operating profit before working capital changes		12,648.91		12,047.63
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	4,242.15		4,730.79	
Trade receivables	5,126.91		1,431.10	
Loans (current and non-current)	30.30		34.11	
Other assets (current and non-current)	376.73		(6.03)	
Other Financial Assets (current and non-current)	(1,327.30)		(129.91)	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(7,280.25)		(7,041.72)	
Other financial liabilities (current and non-current)	(365.47)		1,656.39	
Other liabilities (current and non-current)	(1,235.18)		(1,769.58)	
Provisions (current and non-current)	196.67	(235.44)	478.68	(616.17)
Cash generated from operations (before exceptional items)		12,413.47		11,431.46
Workmen separation cost		-		(2,325.24)
Cash generated from operations (after exceptional items)		12,413.47		9,106.22
Income taxes paid		(1,418.55)		(1,593.20)
Net cash flow from operating activities (A)		10,994.92		7,513.02
B. Cash flow from investing activities				
Purchase of Property, plant and equipment and intangible assets,	(1,705.66)		(8,371.62)	
Proceeds from sale of property, plant and equipment	14,825.17		968.11	
Proceeds from sale of Packet Tea IP	600.00		-	
Advance received against Chennai land sale agreement	-		5,000.00	
Investment in Associate	-		(750.00)	
Loan given to Subsidiary	(1.00)		(2.00)	
Loan given to others	(15,395.04)		(46,252.00)	
Loan realised from others	-		34,072.00	
Interest received	91.49		871.80	
Net cash used in investing activities (B)		(1,585.04)		(14,463.71)
C. Cash flow from financing activities				
Proceeds from non-current borrowings	10,400.00		22,500.00	
Repayment of non-current borrowings	(14,182.24)		(6,688.10)	
Decrease in working capital borrowings	-		(484.69)	
Proceeds from other current borrowings	21,151.98		53,951.88	
Principal payment of lease liabilities	(17,063.31)		(55,354.14)	
Finance cost	(8,410.07)		(5,541.49)	
Principal payment of lease liabilities	(820.29)		-	
Dividends paid	-		(1,090.31)	
Tax on dividend	-		(224.12)	
Net (cash used in) / cash flow from financing activities (C)		(8,923.93)		7,069.03
Net (decrease)/ increase in cash and cash equivalents (A+B+C)		485.95		118.34
Cash and cash equivalents at the beginning of the year		469.22		350.88
Cash and cash equivalents at the end of the year		955.17		469.22

Reconciliation of Closing Cash and Cash Equivalents with Standalone Statement of Assets and Liabilities

Particulars	As at March 31, 2020	As at March 31, 2019
	₹ Lakhs	₹ Lakhs
Cash and cash equivalents		
(a) Cash in hand	9.67	12.77
(b) Balances with banks		
- In current accounts	945.50	456.45
Total - Cash and cash equivalents	955.17	469.22



NOTES:

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on July 01, 2020.
2. The figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between the audited figures in respect of full financial year and the published year-to-date figures up to the 3rd quarter of the current financial year and previous financial year.
3. The Company is engaged in the business of marketing of dry cell batteries, rechargeable batteries, flashlights, general lighting products, small home appliances and confectioneries which come under a single business segment known as Consumer Goods.
4. The Competition Commission of India ("CCI"), issued an Order dated April 19, 2018 concerning contravention of the Competition Act, 2002 (the Act) and imposed a penalty of ₹ 17,155.00 Lakhs, on the Company. On the Company's appeal against the CCI's said Order, the National Company Law Appellate Tribunal (NCLAT) has granted stay on the said penalty subject to deposit of 10% of the penalty amount with the Registry of the NCLAT, which has since been deposited. The Company has received legal advice that owing to the uncertainty of the future outcome of the litigation, the amount of penalty that would be finally imposed on the Company cannot be reliably estimated at this stage and hence no provision is deemed required to be made.
5. The Company has adopted Ind AS 116- "Leases" effective April 01, 2019, using the modified retrospective approach. Accordingly, figures for the quarter and year ended March 31, 2019 have not been retrospectively adjusted. On adoption of the standard, the company has recognized 'Right-of-use' assets amounting to ₹ 4,109.79 Lakhs (including reclassification of lease prepayment from other assets amounting to ₹ 1,212.28 Lakhs) and 'Lease liabilities' amounting to ₹ 2,897.51 Lakhs as at April 01, 2019. Operating lease expenses which were charged as lease rentals for the quarter and year ended March 31, 2019 have now been recognized in the quarter ended December 31, 2019, quarter and year ended March 31, 2020 as depreciation expense relating to the right-of-use asset and finance cost for interest accrued on lease liability, as required by the new standard. Consequent to the adoption of the standard, profit before tax for the quarter ended March 31, 2020 has decreased by ₹ 26.45 Lakhs and earnings per share has decreased by ₹ 0.04 per share and profit before tax for the year ended March 31, 2020 has decreased by ₹ 140.89 lakhs and earnings per share has decreased by ₹ 0.16 per share respectively. There has been no impact on retained earnings as at April 01, 2019.
6. The Company has given inter-corporate deposits to certain companies (part of the promoter group). From time to time, in earlier years these deposits were repaid by the borrowing entities to the Company on demand. However, some of these deposits amounting to ₹ 35,325 lakhs and interest outstanding thereon amounting to ₹ 6,964 lakhs are lying outstanding as at March 31, 2020. Furthermore, the Company has furnished certain corporate guarantees and post-dated cheques in favour of banks/ other parties who have provided loans to the companies (part of the promoter group), outstanding amount of these guarantees/post-dated cheques being ₹ 13,050 lakhs as at March 31, 2020. Repayment of these deposits and the guarantees/post-dated cheques given to/on behalf of these companies along with future interest have been guaranteed by certain promoter Directors of the Company, in the event of a default by the said companies to pay the dues. Furthermore, a promoter group level restructuring is under way to monetize assets to meet up the various liabilities of the companies (part of the promoter group) including the outstanding advances and any potential liability related to the guarantees/post-dated cheques, due to the Company. The management therefore believes that the outstanding dues shall be recovered and no provision is required at this stage.



7. Exceptional item relates to the profit on sale of land situated at Moula Ali, Hyderabad pursuant to the execution of sale deed with M/s Nuland Technologies on January 31, 2020. Earlier during the year, the sale of the land situated at Tiruvottiyur, Chennai was completed pursuant to execution of the sale deed on October 09, 2019 in favour of Insight Retail Private Ltd., a subsidiary of Alwarpet Properties Pvt Ltd (Alwarpet), as nominated by Alwarpet.
8. Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 issued on September 20, 2019, corporate assesses have been given the option to apply lower income tax rate with effect from April 01 2019, subject to certain conditions specified therein. The Company has carried out an evaluation and based on its forecasted profits, believes it will not be beneficial for the Company to choose the lower tax rate option in the near future. Accordingly, no effect in this regard has been considered in measurement of tax expense for the quarter and year ended March 31, 2020. Management, however, will continue to review its profitability forecast at regular intervals and make necessary adjustments to tax expense when there is reasonable certainty to avail the beneficial (lower) rate of tax.
9. For preventing the spread of COVID-19, various restrictions and containment measures had been put in place by various state governments and local administrations from middle of March, 2020. Consequently, all the operations of the Company, inclusive of the operations across the distribution network were locked down from March 24, 2020, for a considerable period. On account of the lockdown, the Company was unable to achieve optimum sales figures for the month of March 2020. Certain operations in respect of manufacturing and sales for batteries, being an essential product, were allowed to be resumed in a limited manner subject to restrictions inclusive of social distancing. Subsequently, lockdown relaxations have been announced from time to time on operations of other products in the company portfolio. All efforts are being made to scale up operations within the prescribed guidelines. The management has assessed possible impacts of disruptions on the carrying value of inventories, receivables and other financial assets as at March 31, 2020. Based on such assessment, it has concluded that none of the assets are likely to be impaired. While there may be some impact on the business operations in the short term, it is difficult to assess the same at this point as the situation remains volatile. The Company will continue to monitor the situation.
10. With reference to RBI circular dated 23/03/2020 for COVID-19 – Regulatory Package, the Company has applied for deferment of instalment of Term Loans. Considering that the deferment has been allowed by Banks, the Company has given effect to current maturities.
11. Figures of the previous quarters/year have been regrouped/rearranged wherever considered necessary.

Kolkata
July 01, 2020



EVEREADY INDUSTRIES INDIA LTD

Amritanshu Khaitan
Managing Director

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₹ Lakhs

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

	Particulars	3 months ended	Preceding 3	Corresponding 3	Year ended	Previous year
		(31/03/2020)	months ended	months ended in	(31/03/2020)	ended
		Audited *	Unaudited	Audited *	Audited	Audited
1	Income					
	(a) Revenue from operations (Gross)	22,407.62	31,737.75	33,164.20	122,109.31	150,664.14
	(b) Other Income	1,214.72	1,050.58	1,372.95	4,662.80	3,531.15
	Total Income	23,622.34	32,788.33	34,537.15	126,772.11	154,195.29
2	Expenses					
	(a) Cost of Materials Consumed	8,054.77	10,832.88	12,679.33	45,637.81	54,171.00
	(b) Purchases of Stock-in-Trade	6,643.73	6,523.10	7,428.08	27,137.01	38,541.00
	(c) Changes in Inventories of Finished Goods, Work-in-progress & Stock-in-Trade	(2,210.47)	1,715.87	2,274.62	968.25	4,275.84
	(d) Employee Benefits Expense	3,233.54	3,612.46	3,795.46	14,945.72	15,690.38
	(e) Finance costs	1,688.74	1,812.88	1,509.09	7,068.13	5,476.88
	(f) Depreciation and amortisation expense	722.03	697.68	551.72	2,896.56	2,183.69
	(g) Other Expenses	3,848.61	5,439.16	5,638.58	21,279.09	25,464.71
	Total Expenses	21,980.95	30,634.03	33,876.88	119,932.57	145,803.50
3	Profit before exceptional items, Share of loss of investments and tax (1 - 2)	1,641.39	2,154.30	660.27	6,839.54	8,391.79
4	Share of net loss of associates	(36.38)	(34.09)	(50.13)	(118.70)	(87.47)
5	Profit before exceptional items and tax (3 + 4)	1,605.01	2,120.21	610.14	6,720.84	8,304.32
6	Exceptional items					
	Profit on sale of Land- Chennai	-	8,955.38	-	8,955.38	-
	Profit on sale of Land- Hyderabad	6,203.66	-	-	6,203.66	-
	Workmen separation cost-Chennai	-	-	3.80	-	2,325.24
7	Profit before tax (5+/- 6)	7,808.67	11,075.59	606.34	21,879.88	5,979.08
8	Tax Expense	1,502.12	2,055.55	151.88	4,051.06	1,196.51
	(a) Current Income Tax	1,422.86	2,008.23	108.18	3,993.07	1,287.52
	(b) Deferred Tax	79.26	47.32	43.70	57.99	(91.01)
9	Profit for the year (7 - 8)	6,306.55	9,020.04	454.46	17,828.82	4,782.57
10	Other Comprehensive Income (net of tax)					
	i) Items that will not be reclassified subsequently to profit or loss					
	a) Remeasurement (loss) /gain on defined benefit plans	(4.52)	36.73	179.01	106.33	160.76
	b) Income tax related to above	0.96	(6.35)	(38.65)	(19.18)	(34.64)
	ii) Exchange differences in translating the financial statements of foreign operations	3.40	34.83	(10.89)	45.86	18.44
11	Total Comprehensive Income (9+10)	6,306.39	9,085.25	583.93	17,961.83	4,927.13
	Profit for the year attributable to:					
	- Owners of the Company	6,306.55	9,020.04	454.46	17,828.82	4,782.57
	- Non-controlling interest	-	-	-	-	-
		6,306.55	9,020.04	454.46	17,828.82	4,782.57
	Other Comprehensive Income for the year attributable to:					
	- Owners of the Company	(0.16)	65.21	129.47	133.01	144.56
	- Non-controlling interest	-	-	-	-	-
		(0.16)	65.21	129.47	133.01	144.56
	Total Comprehensive Income for the year attributable to:					
	- Owners of the Company	6,306.39	9,085.25	583.93	17,961.83	4,927.13
	- Non-controlling interest	-	-	-	-	-
		6,306.39	9,085.25	583.93	17,961.83	4,927.13
12	Paid up Equity Share Capital Face Value : ₹ 5/- per share.	3,634.36	3,634.36	3,634.36	3,634.36	3,634.36
13	Other Equity	-	-	-	51,917.36	33,955.53
14	Earnings Per Share (of ₹ 5/- each) -not annualised					
	(a) Basic	8.68	12.41	0.63	24.53	6.58
	(b) Diluted	8.68	12.41	0.63	24.53	6.58

* Refer note 2



CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

₹ Lakhs

	Particulars	As at	As at
		(31/03/2020)	(31/03/2019)
		Audited	Audited
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment (including Right to Use Assets)	32,054.68	33,211.51
	(b) Capital work-in-progress	281.98	474.25
	(c) Investment Property	-	5.64
	(d) Other Intangible assets	795.63	1,044.66
	(e) Intangible assets under development	14.85	-
	(f) Financial Assets		
	(i) Investments	544.12	662.56
	(ii) Loans	88.83	113.19
	(iii) Other financial assets	616.81	676.66
	(g) Non current tax assets	960.01	943.88
	(h) Other non-current assets	8,419.46	8,654.02
	Sub-total-Non-current Assets	43,776.37	45,786.37
2	Current assets		
	(a) Inventories	21,037.98	25,280.13
	(b) Financial Assets		
	(i) Trade receivables	5,037.63	13,604.33
	(ii) Cash and cash equivalents	1,060.59	669.61
	(iii) Other balances with banks	54.86	53.96
	(iv) Loans	42,162.94	22,968.61
	(v) Other financial assets	6,031.14	4,643.99
	(c) Other current assets	6,465.96	6,830.82
	(d) Asset held for sale	-	894.62
	Sub-total-Current Assets	81,851.10	74,946.07
	TOTAL ASSETS	125,627.47	120,732.44
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share capital	3,634.36	3,634.36
	(b) Other Equity	51,917.36	33,955.53
	Sub-total - Total Equity	55,551.72	37,589.89
	Liabilities		
2	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	14,332.75	20,995.16
	(ii) Lease liabilities	2,010.47	-
	(iii) Other financial liabilities	394.73	394.73
	(b) Provisions	584.19	579.96
	(c) Deferred tax liabilities (Net)	543.95	485.96
	Sub-total - Non-current liabilities	17,866.09	22,455.81
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	12,540.55	10,850.52
	(ii) Lease liabilities	534.44	-
	(iii) Trade payables		
	Total outstanding dues of micro enterprises and small enterprises	331.40	181.41
	Total outstanding dues of creditors other than micro enterprises and small enterprises	17,730.15	25,758.96
	(iv) Other financial liabilities	12,326.80	11,569.57
	(b) Other current liabilities	3,005.32	9,240.52
	(c) Provisions	1,682.46	1,762.20
	(d) Current Tax Liabilities (Net)	4,058.54	1,323.56
	Sub-total - Current liabilities	52,209.66	60,686.74
	TOTAL- EQUITY AND LIABILITIES	125,627.47	120,732.44



Consolidated Statement of Cash Flow for the year ended March 31, 2020

Particulars	For the year ended Mar 31, 2020		For the year ended Mar 31, 2019	
	₹ Lakhs	₹ Lakhs	₹ Lakhs	₹ Lakhs
A. Cash flow from operating activities				
Profit before exceptional items and tax		6,720.84		8,304.32
<u>Adjustments for:</u>				
Depreciation and amortisation expenses	2,896.56		2,183.69	
Amortisation of lease payment as rent	-		31.50	
Profit on sale of property, plant and equipment	38.92		(657.44)	
Finance costs	7,068.13		5,476.88	
Interest income	(3,896.96)		(2,873.71)	
Profit on sale of Packet Tea IP	(600.00)		-	
Allowance for bad and doubtful trade receivables	386.97		95.92	
Provision for indirect taxes	-		3.58	
Provisions/Liabilities no longer required written back	(165.84)		-	
Ind AS 115 Adjustment	-		(295.41)	
Share of loss in Associate	118.70		87.47	
Loss on fair valuation of investment through profit and loss	0.03		0.03	
Net unrealised foreign exchange (gain)/loss	110.12	5,956.63	(64.99)	3,987.52
Operating profit before working capital changes		12,677.47		12,291.84
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Inventories	4,242.15		4,730.79	
Trade receivables	8,201.44		(1,643.43)	
Loans (current and non-current)	30.30		34.11	
Other assets (current and non-current)	402.98		(3.60)	
Other financial assets (current and non-current)	(1,327.30)		(129.91)	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(8,110.65)		(4,717.49)	
Other financial liabilities (current and non-current)	(365.47)		1,656.39	
Other liabilities (current and non-current)	(1,235.20)		(1,771.11)	
Provisions (current and non-current)	196.67	2,034.92	478.68	(1,365.57)
Cash generated from operations (before exceptional items)		14,712.39		10,926.27
Workmen separation cost		-		(2,325.24)
Cash generated from operations (after exceptional items)		14,712.39		8,601.03
Income taxes paid		(1,417.11)		(1,593.48)
Net cash generated from operating activities (A)		13,295.28		7,007.55
B. Cash flow from investing activities				
Purchase of Property, plant and equipment and intangible assets, including	(1,705.66)		(8,371.62)	
Proceeds from sale of property, plant and equipment	14,825.17		968.11	
Proceeds from sale of Packet Tea IP	600.00		-	
Advance received against Chennai land sale agreement	-		5,000.00	
Investment in Associate	-		(750.00)	
Loan given to others	(15,395.04)		(46,252.00)	
Loan realised from others	-		34,072.00	
Interest received	91.73		870.98	
Net cash used in investing activities (B)		(1583.80)		(14462.53)
C. Cash flow from financing activities				
Proceeds from non-current borrowings	10,400.00		22,500.00	
Repayment of non-current borrowings	(14,182.24)		(6,688.10)	
Decrease in working capital borrowings	(2,398.65)		131.55	
Proceeds from other current borrowings	21,151.98		53,951.88	
Repayment of other current borrowings	(17,063.31)		(55,354.14)	
Finance cost	(8,452.31)		(5,604.63)	
Principal payment of lease liabilities	(820.29)		-	
Dividends paid	-		(1,090.31)	
Tax on dividend	-		(224.12)	
Net (cash used in) / cash flow from financing activities (C)		(11,364.82)		7,622.13
Net (decrease) / increase in cash and cash equivalents (A+B+C)		346.66		167.15
Cash and cash equivalents at the beginning of the year		669.61		496.83
Effect of exchange differences on restatement of foreign currency cash and cash equivalents		44.32		5.63
Cash and cash equivalents at the end of the year		1,060.59		669.61

Reconciliation of Closing Cash and Cash Equivalents with Consolidated Statement of Assets and Liabilities

Particulars	As at March 31, 2020	As at March 31, 2019
	₹ Lakhs	₹ Lakhs
Cash and cash equivalents		
(a) Cash in hand	9.67	12.77
(b) Balances with banks		
- In current accounts	1,050.92	656.84
Total - Cash and cash equivalents	1,060.59	669.61



NOTES:

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors of Eveready Industries India Ltd. (the "Company") at its meeting held on July 01, 2020.
2. The figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between the audited figures in respect of full financial year and the published year-to-date figures up to the 3rd quarter of the current financial year and previous financial year.
3. The consolidated results of the Group include the results of the Company and its subsidiaries, Greendale India Limited (formerly Litez India Limited), Everspark Hong Kong Private Limited and its associate namely Preferred Consumer Products Pvt. Ltd.
4. In the previous year ended March 31, 2019, the Group opted to publish consolidated financial results on an annual basis. Accordingly consolidated financial results for the quarter ended March 31, 2019 have been approved by the Board of Directors of the Company but were not subjected to audit by the Statutory Auditors of the Company.
5. The consolidated results have been prepared in accordance with the principles and procedures as set out in the Ind AS 110 - "Consolidated Financial Statements" and Ind AS 28- "Investments in Associates and Joint Ventures".
6. The Company is engaged in the business of marketing of dry cell batteries, rechargeable batteries, flashlights, general lighting products, small home appliances and confectioneries which come under a single business segment known as Consumer Goods.
7. The Competition Commission of India ("CCI"), issued an Order dated April 19, 2018 concerning contravention of the Competition Act, 2002 (the Act) and imposed a penalty of ₹ 17,155.00 Lakhs, on the Company. On the Company's appeal against the CCI's said Order, the National Company Law Appellate Tribunal, (NCLAT) has granted stay on the said penalty subject to deposit of 10% of the penalty amount with the Registry of the NCLAT, which has since been deposited. The Company has received legal advice that owing to the uncertainty of the future outcome of the litigation, the amount of penalty that would be finally imposed on the Company cannot be reliably estimated at this stage and hence no provision is deemed required to be made.
8. The Group has adopted Ind AS 116- "Leases" effective April 01, 2019, using the modified retrospective approach. Accordingly, figures for the quarter and year ended March 31, 2019 have not been retrospectively adjusted. On adoption of the standard, the company has recognized 'Right-of-use' assets amounting to ₹4,109.79 Lakhs (including reclassification of lease prepayment from other assets amounting to ₹ 1,212.28 Lakhs) and 'Lease liabilities' amounting to ₹ 2,897.51 Lakhs as at April 01, 2019. Operating lease expenses which were charged as lease rentals for the quarter and year ended March 31, 2019 have now been recognized in the quarter ended December 31, 2019, quarter and year ended March 31, 2020 as depreciation expense relating to the right-of-use asset and finance cost for interest accrued on lease liability, as required by the new standard. Consequent to the adoption of the standard, profit before tax for the quarter ended March 31, 2020 has decreased by ₹ 26.45 Lakhs and earnings per share has decreased by ₹ 0.04 per share and profit before tax for the year ended March 31, 2020 has decreased by ₹ 140.89 lakhs and earnings per share has decreased by ₹ 0.16 per share respectively. There has been no impact on retained earnings as at April 01, 2019.



9. The Company has given inter-corporate deposits to certain companies (part of the promoter group). From time to time, in earlier years these deposits were repaid by the borrowing entities to the Company on demand. However, some of these deposits amounting to ₹ 35,175 lakhs and interest outstanding thereon amounting to ₹ 6,942 lakhs are lying outstanding as at March 31, 2020. Furthermore, the Company has furnished certain corporate guarantees and post-dated cheques in favour of banks/ other parties who have provided loans to the companies (part of the promoter group), outstanding amount of these guarantees/post-dated cheques being ₹ 13,050 lakhs as at March 31, 2020. Repayment of these deposits and the guarantees/post-dated cheques given to/on behalf of these companies along with future interest have been guaranteed by certain promoter Directors of the Company, in the event of a default by the said companies to pay the dues. Furthermore, a promoter group level restructuring is under way to monetize assets to meet up the various liabilities of the companies (part of the promoter group) including the outstanding advances and any potential liability related to the guarantees/post-dated cheques, due to the Company. The management therefore believes that the outstanding dues shall be recovered and no provision is required at this stage.
10. Exceptional item relates to the profit on sale of land situated at Moula Ali, Hyderabad pursuant to the execution of sale deed with M/s Nuland Technologies on January 31, 2020. Earlier during the year, the sale of the land situated at Tiruvottiyur, Chennai was completed pursuant to execution of the sale deed on October 09, 2019 in favour of Insight Retail Private Ltd., a subsidiary of Alwarpet Properties Pvt Ltd (Alwarpet), as nominated by Alwarpet.
11. Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 issued on September 20, 2019, corporate assesses have been given the option to apply lower income tax rate with effect from April 01, 2019, subject to certain conditions specified therein. The Company has carried out an evaluation and based on its forecasted profits, believes it will not be beneficial for the Company to choose the lower tax rate option in the near future. Accordingly, no effect in this regard has been considered in measurement of tax expense for the quarter and year ended March 31, 2020. Management, however, will continue to review its profitability forecast at regular intervals and make necessary adjustments to tax expense when there is reasonable certainty to avail the beneficial (lower) rate of tax.
12. For preventing the spread of COVID-19, various restrictions and containment measures had been put in place by various state governments and local administrations from middle of March, 2020. Consequently, all the operations of the Company, inclusive of the operations across the distribution network were locked down from March 24, 2020, for a considerable period. On account of the lockdown, the Company was unable to achieve optimum sales figures for the month of March 2020. Certain operations in respect of manufacturing and sales for batteries, being an essential product, were allowed to be resumed in a limited manner subject to restrictions inclusive of social distancing. Subsequently, lockdown relaxations have been announced from time to time on operations of other products in the company portfolio. All efforts are being made to scale up operations within the prescribed guidelines. The management has assessed possible impacts of disruptions on the carrying value of inventories, receivables and other financial assets as at March 31, 2020. Based on such assessment, it has concluded that none of the assets are likely to be impaired. While there may be some impact on the business operations in the short term, it is difficult to assess the same at this point as the situation remains volatile. The Company will continue to monitor the situation.




13. With reference to RBI circular dated 23/03/2020 for COVID-19 – Regulatory Package, the Company has applied for deferment of instalment of Term Loans. Considering that the deferment has been allowed by Banks, the Company has given effect to current maturities.
14. Figures of the previous quarters/year have been regrouped /rearranged wherever considered necessary.

EVEREADY INDUSTRIES INDIA LTD

Kolkata
July 01, 2020




Amritanshu Khaitan
Managing Director