

EVEREADY 

INDUSTRIES INDIA LTD.

1, MIDDLETON STREET, KOLKATA - 700 071

PHONE : 2288-2147, 2288-3950

FAX : (033) 2288-4059

E-mail : contactus@eveready.co.in

Website : www.evereadyindia.com

February 14, 2020

BSE Limited
P.J. Towers,
Dalal Street, Fort
Mumbai - 400 001

The National Stock Exchange
of India Ltd
Exchange Plaza, C-1,
Block – G,
Bandra Kurla Complex
Bandra (East)
Mumbai - 400 051

The Calcutta Stock Exchange
Limited
7, Lyons Range
Kolkata - 700 001

Subject: LIMITED REVIEW OF UNAUDITED FINANCIAL RESULTS

Dear Sirs,

In accordance with the provisions of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the Limited Review Report of the Auditors of the Company for the quarter and nine months ended December 31, 2019.

Kindly take the above on record.

Very truly yours,
EVEREADY INDUSTRIES INDIA LTD.



(T. PUNWANI)

**VICE PRESIDENT – LEGAL
& COMPANY SECRETARY**

Enclo : As Above

Limited Review Report on Unaudited Standalone Financial Results of Eveready Industries India Limited for the quarter and nine months ended December 31, 2019 pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended.

To,
The Board of Directors
Eveready Industries India Limited
2, Rainey Park,
Kolkata – 700 0019

1. We have reviewed the accompanying unaudited standalone financial results of **M/s. Eveready Industries India Limited** (“the Company”) for the quarter ended December 31, 2019 and the year-to-date results for the period from April 01, 2019 to December 31, 2019 together with the notes thereon (“the statement”) attached herewith. The statement is being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, (“the Regulation”), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29th March, 2019 (“the Circular”) and has been initialled by us for identification purpose.

Management's Responsibility for the standalone financial results

2. This Statement is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on February 14, 2020. Our responsibility is to issue a report on the Statement based on our review.

Auditor's Responsibility

3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity,” specified under Section 143 (10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Basis for Disclaimer of Conclusion

4. The Company has given unsecured Inter Corporate Deposits (ICD's) to certain Companies that are part of the Promoter Group. Total outstanding amount of ICD's (including interest) as on December 31, 2019 is Rs. 40,972 Lakhs. The Company has also given Corporate Guarantee and Post Dated Cheques (PDC) on behalf of certain Promoter Group Companies amounting to Rs. 13,346 Lakhs. Further as on December 31, 2019 the Company has outstanding advance of Rs. 7,200 Lakhs given to a Company on the basis of a Memorandum of Understanding (MOU) towards transfer by way of assignment of the leasehold rights of a property. The time period for execution has been extended till March 31, 2020.



We are unable to obtain sufficient appropriate audit evidence regarding the extent of the loss allowance / impairment to be recognized on these inter-corporate deposits and advances and of the potential liability to be recognized for the corporate guarantees / post dated cheques, if any, and the consequential impact on the standalone financial results for the quarter and nine months ended December 31, 2019 and accordingly, form a basis for the Disclaimer of Conclusion.

Disclaimer of Conclusion

5. Because of the significance of the matters described in paragraphs 4 above and because of the limitation on work performed by us, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for our conclusion as to whether the accompanying statement of unaudited standalone financial results has been prepared in accordance with the applicable accounting standards i.e. Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies or are free of material misstatements or is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').

We draw attention to the following matters:

6. Note 3 to the statement regarding penalty of Rs.17,155 Lakhs levied by Competition Commission of India for non-compliance with provision of the Competition Act 2002, against which an appeal has been filed by the Company with the National Company Law Appellate Tribunal, New Delhi. As per legal advice obtained by the Company, the amount of penalty cannot be reliably estimated at this stage owing to the uncertainty of the future outcome of the litigation.
7. The financial results for the three months ended December 31, 2018, nine months ended December 31, 2018 and year ended March 31, 2019 which are included as comparative results were reviewed/audited by the erstwhile auditors of the company who issued their unmodified conclusion vide their report dated February 14, 2018 and disclaimer of opinion vide their report dated May 27, 2019 respectively.

Our Conclusion is not modified in respect of above matter.



For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E

Navindra Kumar Surana

(Navindra Kumar Surana)
Partner

Membership No. 53816
UDIN:20053816AAAAAK8992

Place: Kolkata
Date: February 14, 2020

Limited Review Report on Unaudited Consolidated Financial Results of Eveready Industries India Limited for the quarter and nine months ended December 31, 2019 pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.

To,
The Board of Directors
Eveready Industries India Limited
2, Rainey Park,
Kolkata – 700 0019

1. We have reviewed the accompanying statement of consolidated financial results (“the statement”) of Eveready Industries India Limited and its subsidiaries (hereinafter referred to as the “Group”) for the quarter ended December 31, 2019 and the year-to-date results for the period from April 01, 2019 to December 31, 2019 together with the notes thereon (“the Statement”) attached herewith. The Statement is being submitted by the Parent Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (“the Regulation”) read with SEBI Circular by Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 (“the circular”) and has been initialled by us for identification purpose. Attention is drawn to the fact that the comparative figures for the quarter and nine months ended December 31, 2018 included in these Unaudited Consolidated Statement of Financial Results for the quarter and nine months ended December 31, 2019 have been reviewed by the Audit Committee of the Parent Company and approved by the Parent Company’s Board of Directors at their respective meetings held on February 14, 2020 but have not been subjected to our review.

Management’s Responsibility for the consolidated financial results

2. This statement is the responsibility of the Parent’s Management and approved by the Parent’s Board of Directors, in their meeting held on February 14, 2020. Our responsibility is to issue a report on the Statement based on our review.

Auditor’s Responsibility

3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity,” specified under Section 143 (10) of the Companies Act, 2013. A review of interim financial information consists of making enquiries 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 and consequently does not enable us to obtain assurance that we would be aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



Basis for Disclaimer of Conclusion

4. The Parent Company has given unsecured Inter Corporate Deposits (ICD's) to certain Companies that are part of the Promoter Group. Total outstanding amount of ICD's (including interest) as on December 31, 2019 is Rs. 40,802 Lakhs. The Parent Company has also given Corporate Guarantee and Post Dated Cheques (PDC) on behalf of certain Promoter Group Companies amounting to Rs. 13,346 Lakhs. Further as on December 31, 2019 the Parent Company has outstanding advance of Rs. 7,200 Lakhs given to a Company on the basis of a Memorandum of Understanding (MOU) towards transfer by way of assignment of the leasehold rights of a property. The time period for execution has been extended till March 31, 2020.

We are unable to obtain sufficient appropriate audit evidence regarding the extent of the loss allowance / impairment to be recognized on these inter-corporate deposits and advances and of the potential liability to be recognized for the corporate guarantees / post dated cheques, if any, and the consequential impact on the consolidated financial results for the quarter and nine months ended December 31, 2019 and accordingly, form a basis for the Disclaimer of Conclusion.

Disclaimer of Conclusion

5. Because of the significance of the matters described in paragraphs 4 above and because of the limitation on work performed by us, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for our conclusion as to whether the accompanying statement of unaudited consolidated financial results has been prepared in accordance with the applicable accounting standards i.e. Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies or are free of material misstatements or is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').

6. The statement includes the financial results of entities given below:

Subsidiary Companies

- a) Greendale India Limited
- b) Everspark Hongkong Private Limited

Associate

Preferred Consumer Products Private Limited

7. Attention is drawn to the following:

- a) Note 6 to the statement regarding penalty of Rs. 17,155 Lakhs levied by Competition Commission of India for non-compliance with provision of the Competition Act 2002, against which an appeal has been filed by the Parent Company with the National Company Law Appellate Tribunal, New Delhi. As per legal advice obtained by the Parent Company, the amount of penalty cannot be reliably estimated at this stage owing to the uncertainty of the future outcome of the litigation.



- b) The consolidated financial results for the year ended March 31, 2019 which are included as comparative results were audited by the erstwhile auditors of the company who issued their disclaimer of opinion vide their report dated May 27, 2019.

Our conclusion is not modified in respect of the above matter.

8. We did not review the financial information / financial results of two subsidiaries whose consolidated financial information / financial results, reflect total revenue of Rs. 1,709.61 Lakhs and total comprehensive income of Rs. 21.49 Lakhs (comprising profit and other comprehensive income) as considered in the statement for the nine months ended December 31, 2019. These financial information/ financial results have not been reviewed by their auditors. The statement also includes the Group's share of net loss of Rs. 82.32 Lakhs for the nine months ended December 31, 2019, in respect of one associate, which has not been reviewed by their auditors, and whose financial information / financial result have not been reviewed by us. These financial information/ financial results have been certified by the management of the respective company and provided to us by the Parent Company's Management. According to the information and explanation given to us by the Parent Company's Management, these financial information / financial results are not material to the Group. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the above subsidiary and associate, is based solely on the financial information / financial results certified by the management and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of the above matter.

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E




(Navindra Kumar Surana)
Partner
Membership No. 53816
UDIN: 20053816AAAAAL1622

Place: Kolkata
Dated: February 14, 2020