

Statement of Consolidated Unaudited Financial Results for the quarter and half year ended September 30, 2023

(Rs. in crores)

Particulars	3 months ended September 30, 2023	Preceding 3 months ended June 30, 2023	Corresponding 3 months ended September 30, 2022	Half year ended September 30, 2023	Corresponding half year ended September 30, 2022	Previous year ended March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Income						
Revenue from operations	836.18	703.39	682.69	1,539.57	1,262.39	2,800.60
Other income***	14.13	23.35	6.92	37.48	57.23	93.08
Total income	850.31	726.74	689.61	1,577.05	1,319.62	2,893.68
II Expenses						
Cost of materials consumed	669.32	572.20	511.32	1,241.52	1,006.93	2,295.42
Purchase of stock-in-trade	3.42	7.60	7.21	11.02	11.36	20.77
Changes in inventories of finished goods, work-in-progress and stock-in-trade	7.67	(16.92)	37.20	(9.25)	14.60	(34.17)
Employee benefits expense	31.46	39.26	29.56	70.72	62.98	133.56
Finance costs	11.17	12.70	9.86	23.87	20.63	39.14
Depreciation and amortisation expense	8.57	7.92	5.57	16.49	10.98	23.96
Other expenses***	51.70	42.82	38.71	94.52	91.99	187.41
Total expenses	783.31	665.58	639.43	1,448.89	1,219.47	2,666.09
III Profit before tax and share of (loss) in associate (I - II)	67.00	61.16	50.18	128.16	100.15	227.59
IV Share of (loss) of an associate*	-	-	(0.00)	-	(0.00)	(0.00)
V Profit before tax (III + IV)	67.00	61.16	50.18	128.16	100.15	227.59
VI Tax expenses						
Current tax (including earlier years)	9.10	6.69	2.09	15.79	9.45	30.53
Deferred tax (credit)/ charge (refer note 4)	(0.94)	1.92	3.11	0.98	1.07	(7.03)
Total tax expenses	8.16	8.61	5.20	16.77	10.52	23.50
VII Profit for the period/ year (V - VI)	58.84	52.55	44.98	111.39	89.63	204.09
VIII Other comprehensive income						
Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit liabilities	(0.30)	(0.10)	0.02	(0.40)	0.03	(0.80)
Income tax on above items	0.11	0.03	(0.01)	0.14	(0.01)	0.28
Items that will be reclassified to profit or loss						
Foreign currency translation reserve	(5.02)	(2.29)	(1.71)	(7.31)	(4.74)	0.18
Change in fair value of hedging instruments*	-	-	(0.18)	-	(2.47)	0.00
Income tax on above items*	-	-	(1.03)	-	0.43	(0.00)
Total other comprehensive income, net of tax	(5.21)	(2.36)	(2.91)	(7.57)	(6.76)	(0.34)
IX Total comprehensive income for the period/ year (VII + VIII)	53.63	50.19	42.07	103.82	82.87	203.75
Profit for the period/ year attributable to:						
Owners of the Holding Company	57.86	52.08	44.57	109.94	87.09	201.10
Non-controlling interests	0.98	0.47	0.41	1.45	2.54	2.99
Total other comprehensive income for the period/ year attributable to:						
Owners of the Holding Company	(4.92)	(2.83)	(3.18)	(7.75)	(5.51)	(0.44)
Non-controlling interests	(0.29)	0.47	0.27	0.18	(1.25)	0.10
Total comprehensive income for the period/ year attributable to:						
Owners of the Holding Company	52.94	49.25	41.39	102.19	81.58	200.66
Non-controlling interests	0.69	0.94	0.68	1.63	1.29	3.09
X Paid-up equity share capital (face value of Rs. 2/- each)	13.81	13.81	13.81	13.81	13.81	13.81
XI Other equity						575.12
XII Earnings per share** (in Rs.)						
Basic	8.52	7.70	6.59	16.22	12.87	29.72
Diluted	8.52	7.70	6.59	16.22	12.87	29.72

* Certain amounts that are required to be disclosed or do not appear due to rounding-off are expressed as "0.00".

** Earning per share not annualised except for year ended March 31, 2023

*** including Rs. 8.63 crores and Rs 5.39 crores towards loss on commodity forward contracts pertaining to quarter ended September 30, 2023 and half year ended September 30, 2023 respectively which has been classified as 'other expenses' in these consolidated financial results. However, the Holding Company has recognised a gain of Rs 3.24 crores in quarter ended June 30, 2023 which has been classified as 'other income'.

Reporting of Segment-wise Revenue, Results, Assets and Liabilities

(Rs. in crores)

S. No.	Particulars	3 months ended	Preceding 3	Corresponding 3	Half year	Corresponding	Previous year
		September 30, 2023	months ended June 30, 2023	months ended September 30, 2022	ended September 30, 2023	half year ended September 30, 2022	ended March 31, 2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Segment revenue						
	(a) Lead	750.48	583.44	568.32	1,333.92	1,050.23	2,333.45
	(b) Aluminium	58.94	85.79	77.53	144.73	142.94	338.81
	(c) Plastics	19.48	18.18	31.50	37.66	61.16	104.50
	(d) Turnkey Projects	7.20	14.61	5.20	21.81	6.77	19.03
	(e) Others	0.08	1.37	0.14	1.45	1.29	4.81
	Total	836.18	703.39	682.69	1,539.57	1,262.39	2,800.60
	Less : Inter segment revenue	-	-	-	-	-	-
	Net segment revenue	836.18	703.39	682.69	1,539.57	1,262.39	2,800.60
2.	Segment results						
	(a) Lead	55.61	46.16	50.59	101.77	98.61	209.71
	(b) Aluminium	2.69	3.24	5.85	5.93	11.14	28.41
	(c) Plastics	3.18	3.69	3.55	6.87	6.79	15.03
	(d) Turnkey Projects	3.56	9.96	1.41	13.52	1.56	11.73
	(e) Others*	0.00	0.01	0.08	0.01	0.17	0.69
	Total	65.04	63.06	61.48	128.10	118.27	265.57
	Less:						
	(i) Finance costs	11.17	12.70	9.86	23.87	20.63	39.14
	(ii) Un-allocable income	(18.98)	(18.50)	(5.64)	(37.48)	(17.57)	(36.31)
	(iii) Un-allocable expenses	5.85	7.70	7.08	13.55	15.06	35.15
	(iv) Share of loss of associate*	-	-	(0.00)	-	(0.00)	(0.00)
	Profit before tax for the period/ year	67.00	61.16	50.18	128.16	100.15	227.59
	Less: Tax expense	8.16	8.61	5.20	16.77	10.52	23.50
	Profit after tax for the period/ year	58.84	52.55	44.98	111.39	89.63	204.09
3.	Segment assets						
	(a) Lead	998.68	997.81	744.49	998.68	744.49	890.65
	(b) Aluminium	179.65	183.97	108.35	179.65	108.35	197.42
	(c) Plastics	49.25	41.49	43.76	49.25	43.76	21.36
	(d) Turnkey Projects	49.11	39.64	29.59	49.11	29.59	39.99
	(e) Others	1.59	1.62	0.74	1.59	0.74	2.09
	(f) Unallocated	166.02	36.37	58.66	166.02	58.66	53.69
	Total Segment Assets	1,444.30	1,300.90	985.59	1,444.30	985.59	1,205.20
4.	Segment liabilities						
	(a) Lead	272.17	262.31	206.69	272.17	206.69	312.51
	(b) Aluminium	112.44	116.43	96.80	112.44	96.80	113.23
	(c) Plastics	16.52	11.29	13.19	16.52	13.19	12.51
	(d) Turnkey Projects	21.83	14.88	12.56	21.83	12.56	4.98
	(e) Others	3.72	4.46	32.03	3.72	32.03	3.16
	(f) Unallocated	338.48	239.93	142.74	338.48	142.74	157.11
	Total Segment Liabilities	765.16	649.30	504.01	765.16	504.01	603.50

* Certain amounts that are required to be disclosed and do not appear due to rounding-off are expressed as "0.00".

Unaudited Consolidated Balance sheet as at September 30, 2023
(Rs. in crores)

Particulars	As at September 30, 2023	As at March 31. 2023
	Unaudited	Audited
I. ASSETS		
Non-current assets		
Property, plant and equipment	291.99	266.44
Capital work-in-progress	56.64	45.50
Right-of-use assets	6.30	6.75
Other intangible assets	0.11	0.13
Financial assets		
- Investments*	0.00	0.00
- Other financial assets	13.85	8.23
Deferred tax assets (net)	3.85	6.40
Non-current tax assets (net)	0.73	0.36
Other non-current assets	4.79	7.89
Total non-current assets	378.26	341.70
Current assets		
Inventories	572.98	596.47
Financial assets		
- Investments	19.05	1.11
- Trade receivables	237.83	137.02
- Cash and cash equivalents	31.37	30.37
- Bank balances other than cash and cash equivalents	86.67	7.75
- Loan	-	0.50
- Other financial assets	61.24	47.05
Other current assets	56.90	43.23
Total current assets	1,066.04	863.50
TOTAL ASSETS	1,444.30	1,205.20
II. EQUITY AND LIABILITIES		
Equity		
Equity share capital	13.81	13.81
Other equity	654.64	575.12
Equity attributable to owners of Holding Company	668.45	588.93
Non-controlling interests	10.69	12.77
Total equity	679.14	601.70
Liabilities		
Non-current liabilities		
Financial liabilities		
- Borrowings	323.00	90.39
- Lease liabilities	1.87	2.53
- Other financial liabilities	-	11.63
Provisions	6.66	6.53
Deferred tax liabilities (net)	0.30	0.30
Other non-current liabilities	0.13	0.14
Total non-current liabilities	331.96	111.52
Current liabilities		
Financial liabilities		
- Borrowings	197.57	254.07
- Lease liabilities	0.63	0.73
- Trade payables		
Total outstanding dues of micro enterprises and small enterprises ; and	9.62	2.15
Total outstanding dues of creditors other than micro enterprises and small enterprises	62.58	87.07
- Other financial liabilities	141.31	115.38
Other current liabilities	12.53	18.87
Provisions	2.71	0.72
Current tax liabilities (net)	6.25	12.99
Total current liabilities	433.20	491.98
Total liabilities	765.16	603.50
TOTAL EQUITY AND LIABILITIES	1,444.30	1,205.20

* Certain amounts that are required to be disclosed and do not appear due to rounding-off are expressed as "0.00".

Consolidated Unaudited Cash Flow Statement for the period ended September 30, 2023
(Rs. in crores)

Particulars	For the period ended September 30, 2023	For the period ended September 30, 2022
	Unaudited	Unaudited
A. Cash flow from operating activities		
Profit before tax	128.16	100.15
Adjustments for:		
Depreciation and amortisation expense	16.49	10.98
Loss on sale/ discard of property, plant and equipment (net)	0.31	0.97
Share of loss of associates*	-	0.00
Finance costs	23.87	20.63
Incentive income	(14.01)	(0.01)
Interest income on bank deposits	(2.66)	(0.19)
Net increase in fair value of current Investment	(0.04)	-
Interest income on others	(1.33)	(0.47)
Liabilities/ provisions no longer required written back	(14.63)	(0.38)
Allowance for expected credit loss on financial assets (including write off)	0.14	0.96
Employees stock appreciation rights expense	-	1.08
Loss by natural calamities	1.03	-
Unrealised loss on restatement of financial assets and financial liabilities	5.93	-
Unrealised (gain) on financial assets measured at fair value through profit and loss	-	(2.66)
Operating profit before working capital changes	143.26	131.06
Changes in working capital:		
Adjustments for changes in operating assets:		
Inventories	23.49	20.21
Trade receivables	(100.95)	21.56
Other current and non-current assets	(10.56)	11.41
Other current and non-current financials assets	(5.30)	(16.29)
Adjustments for changes in operating liabilities:		
Trade payables	(17.02)	(18.67)
Other current and non-current financial liabilities	14.30	(5.89)
Other current and non-current liabilities	(7.08)	21.64
Provisions	2.43	(3.07)
Cash flow from operations	42.57	161.96
Income taxes paid (net of refund)	(16.77)	(10.52)
Net cash flow generated from operating activities (A)	25.80	151.44
B. Cash flow from investing activities		
Capital expenditure on property, plant and equipment and intangible assets (adjusted for suppliers payable and capital work-in-progress including capital advances)	(54.18)	(44.02)
Proceeds from sale of property, plant and equipment	0.13	0.03
Interest received	3.99	0.66
Movement in bank balances not considered as cash and cash equivalents (net)	(78.92)	2.48
Purchase of investments	(17.91)	-
Net cash used in investing activities (B)	(146.89)	(40.85)
C. Cash flow from financing activities		
Proceeds from non-current borrowings	327.51	30.88
Repayment of non-current borrowings	(94.90)	(40.11)
Repayment of current borrowings (net)	(56.50)	(81.68)
Payment of lease liabilities	(0.76)	(0.41)
Finance cost paid	(23.75)	(20.49)
Dividend paid	(29.51)	(3.85)
Net cash generated from/ (used) in financing activities (C)	122.09	(115.66)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	1.00	(5.07)
Cash and cash equivalents at the beginning of the year	30.37	23.42
Cash and cash equivalents at the end of the period	31.37	18.35

* Certain amounts that are required to be disclosed or do not appear due to rounding-off are expressed as "0.00".

NOTES:

- The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors as its meeting held on October 31, 2023. The limited review, as required under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 has been completed by the Statutory Auditors. These consolidated financial results have been prepared in accordance with the recognition and measurement principles of applicable Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), as specified in section 133 of the Companies Act, 2013.
- Key numbers of **standalone financial results** are given below. The standalone financial results of the Holding Company are available on the website of the Holding Company. (www.gravitaindia.com)

Particulars	(Rs. in crores)					
	3 months ended September 30, 2023	Preceding 3 months ended June 30, 2023	Corresponding 3 months ended September 30, 2022	Half year ended September 30, 2023	Corresponding half year ended September 30, 2022	Previous year ended March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations	705.31	653.87	618.17	1,359.18	1,121.27	2,524.39
Profit before tax	50.63	47.94	20.72	98.57	41.00	116.25
Profit after tax	43.51	38.72	16.43	82.23	32.76	101.15
Total other comprehensive income	(0.19)	(0.07)	(0.14)	(0.26)	(2.02)	(0.51)
Total comprehensive income for the period/ year	43.32	38.65	16.29	81.97	30.74	100.64

- As at 30 September 2023, 10,00,000 shares (previous period: 1,380,500 shares) of face value of Rs. 2 each, are held by Gravita Employee Welfare Trust. Further, the proceeds from the sale of 3,80,500 shares, net of liability payable by the Gravita Employee Welfare Trust, will be used for the benefit of the employees of the Group.
- During the quarter and half year ended September 30, 2023 and quarter ended March 31, 2023, the Holding Company has recognised Minimum Alternate Tax credit amounting to Rs. 4.00 crores and Rs. 10.00 crores, respectively, based on the management's estimate of future taxable profits.
- During the period ended 30 September 2023, 380,500 shares of face value of Rs. 2 each of the Holding Company, held by the Gravita Employee Welfare Trust ('the Trust') has been sold in the open market and the proceeds from the sale of such shares, net of liability payable by the Trust, will be recognize for the welfare of the employees of the Group as per the requirement of the Trust Deed. The Holding Company has no legal right or control towards the utilization of funds as accumulated in the Trust by sale of its investment in the open market. The Trust being an independent entity has sole responsibility / obligation to utilize the fund for the welfare of beneficiaries (employees of the Group) as per the terms of the trust deed.
 Ind AS 102 'Share-based payment' requires an entity to reflect in its profit or loss and financial position, the effects of share-based payment transactions, including expenses associated with the transactions in which share options are granted to employees. During the previous reporting periods, the Holding Company had recorded the transactions as per Ind AS 102 and in the previous quarter, the Gravita Stock Appreciation Rights Scheme, 2017 (the 'Scheme') has been terminated.
 Post termination of the Scheme, the Trust has no obligation to make payment under any share- based payment scheme. The Trust will act independently and make distribution/usage of fund as per the purpose defined in the trust deed.
 For the aforesaid reason, the management of the Group is of the view that distribution/utilisation for the employee benefits, equivalent to appreciation, net of liability of the Trust, if any, received by the Trust by selling the investment in the open market amounting to Rs. 20.23 crores, will not be recognised in Holding Company's consolidated statement of profit and loss, as the transaction is not covered under Ind AS 102. The Group believe that all the appreciation on sale of such shares by the Trust pertains to the employees of the Group and will be utilised for the welfare of the employees by the Trust and there would not be any impact on the financial results. The Group has directly debited 'other equity' with the same amount towards creating a liability for utilisation of said amount for the employee welfare. Based on the independent opinion and its assessment, management of the Group is of the view that accounting treatment has been done appropriately in the consolidated financial results.
- During the quarter ended 30 September 2023, the Holding Company has filed an appeal against the demand order received in the previous quarter from the Office of the Commissioner of Customs (Preventive), Jodhpur amounting to Rs. 70.10 crore (excluding applicable interest, fine and penalty) for violating the 'pre-import conditions' as envisaged in advance authorisation licence pertaining to the period from October, 2017 to January 2019 vide notification no. 79/2017-Customs dated 17/10/2017 of The Custom Act, 1962. The management of the Holding Company, based on its overall assessment and independent legal and tax opinion believe that the Holding Company has a case on merit and question of law and accordingly, contest the matter in appellate authorities. Basis above, the management of the Holding Company is of the view that the order will not have any material impact on its financial results and in case of any liability devolves on the Holding Company, the Holding Company will be entitled to take the credit of the tax amount. Considering all available records, facts and opinion of legal and tax counsel, the Holding Company has not identified any adjustments in the current period consolidated financial results.
- During the quarter ended September 30, 2023, Gravita Netherlands B.V., a step down subsidiary company of the Holding Company has invested in new wholly owned subsidiaries namely Gravita Gulf DMCC and Gravita Dominicana S.A.S.
- The figures of previous period have been regrouped/ reclassified to make them comparative with those of current period wherever considered necessary. The impact of such reclassification/regrouping is not material to the consolidated financial results.

**For and on behalf of the Board of Directors
For Gravita India Limited**

Place: Jaipur
Date: October 31, 2023

**Yogesh Malhotra
Whole time Director & CEO
DIN: 05332393**