



**UNAUDITED STANDALONE FINANCIAL RESULTS  
FOR THE THREE MONTHS ENDED 30-06-2020**

₹ Crore

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE THREE MONTHS ENDED 30-06-2020					
Particulars		Three Months Ended			Year Ended
		30-06-2020	31-03-2020	30-06-2019	31-03-2020
		(Unaudited)	(Audited) (refer note 1[b])	(Unaudited)	(Audited)
1	Revenue from Operations	1,943.62	4,312.50	5,000.58	18,609.40
2	Other Income	98.66	73.29	84.68	525.45
3	<b>Total Income (1+2)</b>	<b>2,042.28</b>	<b>4,385.79</b>	<b>5,085.26</b>	<b>19,134.85</b>
4	<b>Expenses</b>				
	Cost of Materials Consumed	853.88	2,021.93	2,480.96	9,046.69
	Purchases of Stock-in-Trade	77.07	45.05	77.69	310.85
	Changes [Decrease / (Increase)] in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	96.02	44.51	(143.28)	(164.00)
	Employee Benefits Expense	310.63	416.79	392.97	1,620.26
	Finance Costs	78.43	72.41	78.04	303.85
	Depreciation and Amortisation Expense	212.64	222.71	203.22	846.76
	Power and Fuel Cost	400.62	723.07	734.79	2,994.42
	Other Expenses	350.36	667.05	613.74	2,490.64
	<b>Total Expenses</b>	<b>2,379.65</b>	<b>4,213.52</b>	<b>4,438.13</b>	<b>17,449.47</b>
5	<b>Profit before Exceptional Items and Tax (3 - 4)</b>	<b>(337.37)</b>	<b>172.27</b>	<b>647.13</b>	<b>1,685.38</b>
6	Exceptional Items (Refer Note 3)	(57.73)	6.29	(290.17)	(294.08)
7	<b>Profit/(Loss) before Tax (5 + 6)</b>	<b>(395.10)</b>	<b>178.56</b>	<b>356.96</b>	<b>1,391.30</b>
8	Tax Expense on other than exceptional Items				
	Current Tax	-	32.59	160.38	266.16
	Deferred Tax (Refer Note 6)	(122.15)	(213.34)	47.28	(88.17)
	Tax Expense on exceptional Items (Refer Note 3)				
	Current Tax	-	3.68	(6.20)	3.68
	Deferred Tax	(3.86)	(1.47)	(46.20)	(60.32)
	<b>Total Tax Expense</b>	<b>(126.01)</b>	<b>(178.54)</b>	<b>155.26</b>	<b>121.35</b>
9	<b>Net Profit/(Loss) for the period (Before Exceptional Items)</b>	<b>(215.22)</b>	<b>353.02</b>	<b>439.47</b>	<b>1,507.39</b>
10	<b>Net Profit/(Loss) for the period (7 - 8)</b>	<b>(269.09)</b>	<b>357.10</b>	<b>201.70</b>	<b>1,269.95</b>
	<b>Other Comprehensive income</b>				
	(i) Items that will not be reclassified to profit or loss	2,755.88	(2,930.63)	(665.33)	(5,437.19)
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	(201.23)	184.64	9.18	349.22
	(iii) Items that will be reclassified to profit or loss	7.33	(4.22)	8.54	26.57
	(iv) Income Tax relating to items that will be reclassified to profit or loss	(2.04)	1.64	(2.16)	(8.24)
11	<b>Other Comprehensive Income for the period</b>	<b>2,559.94</b>	<b>(2,748.57)</b>	<b>(649.77)</b>	<b>(5,069.64)</b>
12	<b>Total Comprehensive Income for the period (10 + 11)</b>	<b>2,290.85</b>	<b>(2,391.47)</b>	<b>(448.07)</b>	<b>(3,799.69)</b>
13	Paid-up Equity Share Capital (Face Value ₹ 2 per share)	131.57	131.57	131.53	131.57
14	Reserves excluding Revaluation Reserves				37,542.47
15	<b>Earnings per Share of Face value ₹ 2/- each (not annualised)</b>				
	(a) Basic (₹)	<b>(4.10)</b>	<b>5.44</b>	<b>3.07</b>	<b>19.35</b>
	(b) Diluted (₹)	<b>(4.10)</b>	<b>5.44</b>	<b>3.07</b>	<b>19.34</b>

See accompanying notes to the Financial Results

# Grasim Industries Limited

## NOTES:

1. a. The above financial results of the Company for the quarter ended 30th June, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company today.
- b. The results for the quarter ended 31st March, 2020 are derived from the audited accounts for the financial year ended 31st March, 2020 and published unaudited results for nine months ended 31st December, 2019.

2. As per the directives of the Central and State Governments in the wake of COVID-19 pandemic, the Company had suspended operations across various locations, except for Fertiliser business, w.e.f. 25th March, 2020. During the quarter, the Company has resumed its manufacturing facilities and its currently in process of further scaling up its operations, taking cognizance of the Governments' views around resuming manufacturing activities with controlled entry and exit facilities, and after obtaining necessary permissions in this behalf. Disruption in operations as a result of aforesaid, have impacted business performance during the quarter.

During the quarter, the Company has incurred one-time CSR expenditure of ₹ 40.21 Crore towards various measures to support local government authorities and contribution to PM CARES Fund to counter the COVID-19 impact, which is included in Other Expenses. Excluding this one-time expenditure, the net loss (before exceptional item) for the quarter would have been of ₹ 175.01 Crs.

The Company believes that the pandemic is not likely to impact the recoverability of the carrying value of its assets. The Management is continuously and closely monitoring the developments and possible effects that may result from the current pandemic on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these Results

3. Exceptional Items as included in results for the different periods are detailed below:

Particulars	Quarter Ended			Year Ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Additional provision of Stamp duty and registration fees related to merger of Aditya birla Nuvo Limited with the Company (refer note 4)	(57.73)	-	-	-
Fertilizers subsidy claims (Fixed cost claim approval and provision against claim of additional commercial tax)	-	23.95	-	23.95
Fixed Assets/ Capital WIP Write off	-	(17.66)	-	(17.66)
Contribution towards liquidation expenses and Impairment in value of investment in Aditya Birla Idea Payment Bank Limited		-	(290.17)	(300.37)
<b>Exceptional Gain/(Loss)</b>	<b>(57.73)</b>	<b>6.29</b>	<b>(290.17)</b>	<b>(294.08)</b>
Tax Expense on Above	3.86	(2.21)	52.40	56.64
<b>Exceptional Gain/(Loss) [Net of Tax]</b>	<b>(53.87)</b>	<b>4.08</b>	<b>(237.77)</b>	<b>(237.44)</b>

₹ Crore

## Grasim Industries Limited

4. During the quarter, exceptional item represents additional provision of Stamp duty and Registration fees related to merger of erstwhile Aditya Birla Nuvo Limited with Company based on an order passed by Additional District Magistrate (UP) dated 13th July 20.
5. The Company and Grasim Premium Fabric Private Limited, (GPFPL), a wholly owned subsidiary of the Company (previously known as Suktas India Private Limited) has filed a Scheme of Arrangement with National Company Law Tribunal (NCLT), Indore and Mumbai bench respectively for amalgamation of GPFPL with the Company, with effect from 1st April, 2019 (the Appointed Date as per the Scheme) or any other date as may be sanctioned by the NCLT. Pending sanction of the Scheme by NCLT, the performance of GPFPL has not been included in the Company's financial results.
6. Pursuant to the Taxation Laws (Amendment) Act, 2019, a new section 115BAA is inserted in the Income Tax Act, 1961 which provides an option to the domestic companies to pay income tax at lower rate subject to the giving up of certain incentives and deductions. The Company is continuing to provide for Income tax at the old rates, based on various tax incentive and deductions available to the Company. However, the Company has applied the lower income tax rates on the deferred tax liabilities on account of temporary differences to the extent these are expected to be realized or settled in the future period when the Company may be subjected to lower tax rate. Accordingly, reversed net deferred tax liability of ₹ 240.74 Crores during the period ended 31<sup>st</sup> March, 2020.
7. During the quarter, the Company has allotted 7,530 fully paid up equity shares of ₹ 2 each upon exercise of employee stock options.
8. The Segment-wise Revenue, Results, Assets and Liabilities have been disclosed in the consolidated financial results.
9. Previous periods' figures have been regrouped/rearranged wherever necessary to conform to the current periods classification.

For and on behalf of Board of Directors

Place : Mumbai  
Date : 13th August, 2020

**Dilip Gaur**  
Managing Director

### Grasim Industries Limited

**Regd. Office: Birlagram, Nagda 456 331 (M.P.)**  
*An Aditya Birla Group Company*  
**[www.adityabirla.com](http://www.adityabirla.com) and [www.grasim.com](http://www.grasim.com)**

**Tel: (07366) 24760-66 | Fax: (07366) 244114, 246024 | CIN: L17124MP1947PLC000410**



**UNAUDITED CONSOLIDATED FINANCIAL RESULTS  
FOR THE THREE MONTHS ENDED 30-06-2020**

₹ Crore

STATEMENT OF CONSOLIDATED UNAUDITED RESULTS FOR THE THREE MONTHS ENDED 30-06-2020				
Particulars	Three Months Ended			Year Ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)	(Audited) {Refer Note 8}	(Unaudited)	(Audited)
<b>1 Continuing Operations</b>				
2a Revenue from Operations	13,621.10	19,901.54	20,103.04	77,625.10
2b Other Income	376.80	273.07	234.45	966.61
<b>3 Total Income (2a+2b)</b>	<b>13,997.90</b>	<b>20,174.61</b>	<b>20,337.49</b>	<b>78,591.71</b>
<b>4 Expenses</b>				
Cost of Materials Consumed	1,676.85	3,471.76	3,910.02	14,618.05
Purchases of Stock-in-Trade	210.48	290.59	424.44	1,469.86
Changes [Decrease / (Increase)] in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	323.84	(192.89)	(331.31)	(525.90)
Employee Benefits Expense	1,305.77	1,502.51	1,414.75	5,864.53
Power and Fuel Cost	1,761.56	2,833.18	3,068.76	11,436.68
Freight and Handling Expenses	1,670.82	2,771.10	2,668.05	10,058.06
Change in Valuation of Liability in respect of Insurance Policies	1,106.71	808.31	(156.56)	1,032.26
Benefits Paid - Insurance Business (net)	519.55	1,297.57	1,223.55	5,177.01
Finance Cost relating to NBFC/HFC's Business	1,064.61	1,121.67	1,167.19	4,587.82
Other Finance Costs	490.50	590.80	592.87	2,338.50
Depreciation and Amortisation Expense	985.72	1,036.92	1,008.80	4,040.82
Other Expenses	1,744.37	3,027.93	2,487.60	11,027.31
<b>Total Expenses</b>	<b>12,860.78</b>	<b>18,559.45</b>	<b>17,478.16</b>	<b>71,125.00</b>
<b>5 Profit from Ordinary Activities before Share in Profit/(Loss) of Equity Accounted Investees, Exceptional Items and Tax (3 - 4)</b>	<b>1,137.12</b>	<b>1,615.16</b>	<b>2,859.33</b>	<b>7,466.71</b>
6 Add : Share in Profit/(Loss) of Equity Accounted Investees {Refer Note 4}	22.57	27.06	48.15	562.22
<b>7 Profit before Exceptional Items and Tax (5 + 6)</b>	<b>1,159.69</b>	<b>1,642.22</b>	<b>2,907.48</b>	<b>8,028.93</b>
8 Less : Exceptional Items {Refer Note 1(b)}	215.10	1,262.57	109.33	1,382.10
<b>9 Profit/(Loss) before Tax from continuing operations (7 - 8)</b>	<b>944.59</b>	<b>379.65</b>	<b>2,798.15</b>	<b>6,646.83</b>
10 Tax Expense on other than Exceptional Items (Net)				
(a) Current Tax	367.89	339.70	685.09	1,599.26
(b) Deferred Tax (Refer Note 4)	9.01	(2,267.45)	305.85	(1,573.27)
Tax Expense on Exceptional Items (Net) {Refer Note 1(b)}				
(a) Current Tax	(28.24)	3.68	(6.20)	3.68
(b) Deferred Tax	(24.81)	(1.47)	(46.20)	(60.32)
<b>Total Tax Expense</b>	<b>323.85</b>	<b>(1,925.54)</b>	<b>938.54</b>	<b>(30.65)</b>
<b>11 Net Profit for the period from continuing operations (9- 10)</b>	<b>620.74</b>	<b>2,305.19</b>	<b>1,859.61</b>	<b>6,677.48</b>
<b>Discontinued Operations</b>				
Profit/(Loss) before tax from discontinued operations	25.32	43.79	39.49	90.03
Tax expenses of discontinued operations	7.40	7.81	11.00	36.63
Less: Provision of Impairment of assets classified as held for sale	(17.92)	(35.98)	(28.49)	(53.40)
<b>12 Net Profit/(Loss) for the period from discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>13 Net Profit/(Loss) for the period (11 + 12)</b>	<b>620.74</b>	<b>2,305.19</b>	<b>1,859.61</b>	<b>6,677.48</b>
Other Comprehensive income (including related to Joint Ventures and Associates)				
(i) Items that will not be reclassified to profit or loss	2,763.82	(3,022.45)	(657.70)	(5,512.19)
(ii) Income Tax relating to items that will not be reclassified to profit or loss	(202.59)	211.19	8.14	373.62
(iii) Items that will be reclassified to profit or loss	128.95	(34.78)	73.79	145.53
(iv) Income Tax relating to items that will be reclassified to profit or loss	(5.00)	14.99	(13.56)	(8.96)
<b>14 Other Comprehensive Income</b>	<b>2,685.18</b>	<b>(2,831.05)</b>	<b>(589.33)</b>	<b>(5,002.00)</b>
<b>15 Total Comprehensive Income (after tax) (13+14)</b>	<b>3,305.92</b>	<b>(525.86)</b>	<b>1,270.28</b>	<b>1,675.48</b>
<b>Net Profit/(Loss) from continuing operations attributable to :</b>				
Owners of the Company	236.56	1,505.87	1,237.38	4,425.19
Non-controlling interest	384.18	799.32	622.23	2,252.29
	<b>620.74</b>	<b>2,305.19</b>	<b>1,859.61</b>	<b>6,677.48</b>
<b>Net Profit/(Loss) attributable to :</b>				
Owners of the Company	236.56	1,505.87	1,237.38	4,425.19
Non-controlling interest	384.18	799.32	622.23	2,252.29
	<b>620.74</b>	<b>2,305.19</b>	<b>1,859.61</b>	<b>6,677.48</b>
<b>Other Comprehensive Income attributable to :</b>				
Owners of the Company	2,644.14	(2,832.49)	(617.96)	(5,067.74)
Non-controlling interest	41.04	1.44	28.63	65.74
	<b>2,685.18</b>	<b>(2,831.05)</b>	<b>(589.33)</b>	<b>(5,002.00)</b>
<b>Total Comprehensive Income attributable to :</b>				
Owners of the Company	2,880.70	(1,326.62)	619.42	(642.55)
Non-controlling interest	425.22	800.76	650.86	2,318.03
	<b>3,305.92</b>	<b>(525.86)</b>	<b>1,270.28</b>	<b>1,675.48</b>
Paid up Equity Share Capital (Face Value ₹ 2 per share)	131.57	131.57	131.53	131.57
Reserve excluding Revaluation Reserves				56,520.76
<b>16 Earnings per Share of Face Value ₹ 2/- each (not annualised)</b>				
(a) Basic - Continuing Operations (₹)	3.60	22.94	18.85	67.42
(b) Diluted - Continuing Operations (₹)	3.60	22.93	18.84	67.38
(c) Basic - Discontinued Operations (₹)	-	-	-	-
(d) Diluted - Discontinued Operations (₹)	-	-	-	-
(e) Basic - Continuing and discontinued Operations (₹)	3.60	22.94	18.85	67.42
(f) Diluted - Continuing and discontinued Operations (₹)	3.60	22.93	18.84	67.38

See accompanying notes to the Financial Results

**UNAUDITED CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS  
AND LIABILITIES FOR THE THREE MONTHS ENDED 30-06-2020**

₹ Crore

Particulars	Three Months Ended			Year Ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)	(Audited) {Refer Note 8}	(Unaudited)	(Audited)
<b>1. SEGMENT REVENUE</b>				
Viscose - Pulp, Viscose Staple Fibre and Filament Yarn	558.12	2,102.28	2,509.11	9,236.94
Cement - Grey, White and Allied Products	7,633.75	10,745.62	11,419.74	42,124.83
Chemicals - Caustic Soda and Allied Chemicals	704.20	1,290.37	1,503.49	5,503.54
Financial Services	4,016.74	4,810.34	3,625.23	16,705.72
Others #	767.23	1,148.87	1,320.44	4,975.79
<b>TOTAL</b>	<b>13,680.04</b>	<b>20,097.48</b>	<b>20,378.01</b>	<b>78,546.82</b>
(Less) : Inter Segment Revenue	(58.94)	(195.94)	(274.97)	(921.72)
<b>Total Operating Income</b>	<b>13,621.10</b>	<b>19,901.54</b>	<b>20,103.04</b>	<b>77,625.10</b>
<b>2. SEGMENT RESULTS</b>				
Viscose - Pulp, Viscose Staple Fibre and Filament Yarn	(220.81)	149.42	337.55	906.22
Cement - Grey, White and Allied Products	1,707.23	1,968.24	2,395.60	7,229.18
Chemicals - Caustic Soda and Allied Chemicals	(28.50)	34.29	381.99	742.44
Financial Services	170.63	(10.88)	323.43	757.33
Others #	(19.77)	46.88	67.74	158.76
<b>TOTAL</b>	<b>1,608.78</b>	<b>2,187.95</b>	<b>3,506.31</b>	<b>9,793.93</b>
Add / (Less) :				
Finance Costs	(490.50)	(590.80)	(592.87)	(2,338.50)
Net Unallocable Income	18.84	18.01	(54.11)	11.28
<b>Profit from Ordinary Activities after Finance Costs but before Share in Profit/(Loss) of Equity Accounted Investees and Exceptional Items</b>	<b>1,137.12</b>	<b>1,615.16</b>	<b>2,859.33</b>	<b>7,466.71</b>
Add : Share in Profit/(Loss) of Equity Accounted Investees {Refer Note 4}	22.57	27.06	48.15	562.22
Less : Exceptional Items {Refer Note 1(b)}	215.10	1,262.57	109.33	1,382.10
<b>Profit before Tax</b>	<b>944.59</b>	<b>379.65</b>	<b>2,798.15</b>	<b>6,646.83</b>
	<b>As on</b>	<b>As on</b>	<b>As on</b>	<b>As on</b>
	<b>30-06-2020</b>	<b>31-03-2020</b>	<b>30-06-2019</b>	<b>31-03-2020</b>
<b>3. SEGMENT ASSETS</b>				
Viscose - Pulp, Viscose Staple Fibre and Filament Yarn	10,272.58	10,591.27	9,469.21	10,591.27
Cement - Grey, White and Allied Products	83,200.82	81,217.23	81,296.42	81,217.23
Chemicals - Caustic Soda and Allied Chemicals	5,906.93	6,186.34	5,994.64	6,186.34
Financial Services	127,843.14	127,133.97	128,262.69	127,133.97
Others #	6,082.99	6,218.37	5,741.34	6,218.37
<b>TOTAL</b>	<b>233,306.46</b>	<b>231,347.18</b>	<b>230,764.30</b>	<b>231,347.18</b>
Add: Inter Company Eliminations	(22.56)	(21.55)	(68.21)	(21.55)
Add: Investment in Associates/ Joint Ventures	6,646.82	6,533.09	6,251.20	6,533.09
Add: Unallocated Assets	9,862.83	6,557.08	11,561.52	6,557.08
<b>TOTAL ASSETS</b>	<b>249,793.55</b>	<b>244,415.80</b>	<b>248,508.81</b>	<b>244,415.80</b>
<b>4. SEGMENT LIABILITIES</b>				
Viscose - Pulp, Viscose Staple Fibre and Filament Yarn	1,714.67	2,101.79	1,693.86	2,101.79
Cement - Grey, White and Allied Products	11,911.75	11,245.19	12,331.93	11,245.19
Chemicals - Caustic Soda and Allied Chemicals	818.49	980.52	906.86	980.52
Financial Services	100,230.19	99,658.12	102,210.92	99,658.12
Others #	1,201.56	1,578.12	993.05	1,578.12
<b>TOTAL</b>	<b>115,876.66</b>	<b>115,563.74</b>	<b>118,136.62</b>	<b>115,563.74</b>
Add: Inter Company Eliminations	(12.39)	(10.80)	(6.30)	(10.80)
Add : Unallocated Liabilities	39,584.77	37,875.11	40,623.16	37,875.11
<b>TOTAL LIABILITIES</b>	<b>155,449.04</b>	<b>153,428.05</b>	<b>158,753.48</b>	<b>153,428.05</b>

# Others represent mainly Textiles, Insulators, Agri and Solar Power business

# Grasim Industries Limited

## NOTES:

1. a. Net profit (before exceptional items and one- time deferred tax benefit {Refer Note 4} of the Company is as under:

Particulars	Three Months Ended			Year Ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)	(Audited) (Refer Note 8)	(Unaudited)	(Audited)
<b>Net Profit of the Company (before non-controlling interest)</b>	<b>782.79</b>	<b>1,250.54</b>	<b>1,916.54</b>	<b>5,314.65</b>

₹ Crore

- b. Exceptional Items as included are as under:

Particulars	Three Months Ended			Year Ended
	30-06-2020	31-03-2020	30-06-2019	31-03-2020
	(Unaudited)	(Audited) (Refer Note 8)	(Unaudited)	(Audited)
Order issued by the Hon'ble Supreme Court against the Subsidiary's claim of capital investment subsidy, under Rajasthan Investment Promotion Scheme -2003 {Note 5(a)}	(157.37)	-	-	-
Additional provision of Stamp duty and registration fees related to merger of erstwhile Aditya birla Nuvo Limited with the Company {Note 5(b)}	(57.73)			
Impairment of Goodwill in Subsidiary Companies of Aditya Birla Capital Limited	-	(1,270.27)	-	(1,270.27)
Fertilizers subsidy claims (Fixed cost claim approval and provision against claim of additional commercial tax)	-	23.95	-	23.95
Fixed Assets/ Capital WIP Write off	-	(17.66)	-	(17.66)
Contribution towards liquidation expenses and Impairment in value of investment in Aditya Birla Idea Payment Bank Limited	-	1.41	(109.33)	(118.12)
<b>Exceptional Gain/(Loss)</b>	<b>(215.10)</b>	<b>(1,262.57)</b>	<b>(109.33)</b>	<b>(1,382.10)</b>
Tax Expense	53.05	(2.21)	52.40	56.64
<b>Exceptional Gain/(Loss) [Net of Tax]</b>	<b>(162.05)</b>	<b>(1,264.78)</b>	<b>(56.93)</b>	<b>(1,325.46)</b>

₹ Crore

2. (a) As per the directives of the Central and State Governments in the wake of COVID-19 pandemic, the Group had suspended operations across various locations, except for Fertiliser business, w.e.f. 25th March 2020. During the quarter, the Group has resumed its manufacturing facilities and its currently in process of further scaling up its operations, taking cognizance of the Governments' views around resuming manufacturing activities with controlled entry and exit facilities, and after obtaining necessary permissions in this behalf. Disruption in operations as a result of aforesaid, have impacted business performance during the quarter.

The Group has been taking various precautionary measures to protect employees and their families from COVID-19 apart from contributing towards various measures of the local authorities at the plant locations for countering COVID -19 impact on the local communities.

The Group believes that the pandemic is not likely to impact the recoverability of the carrying value of its assets. The Management is continuously and closely monitoring the developments and possible effects that may result from the current pandemic on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. As the situation is continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these Results

**(b) Estimation uncertainty relating to COVID-19 global health pandemic in Aditya Birla Capital Limited (ABCL), a subsidiary of the Company:**

The Group recognizes the need to make reasonable estimation of the economic impact of this pandemic on the repayment ability of its borrowers, and make additional provisions as considered appropriate, over-and-above the extent provisions as per the Group's ECL policy, for expected credit losses. The Group has segmented its portfolio basis various parameters to ascertain the likely detrimental impact on the credit risk in the portfolio as a result of the economic fallout of Covid-19 and basis its estimates, assumptions and judgements arrived at the additional provision required to take care of the expected credit loss in its financial results. Given the continued uncertainty over the potential macro-economic condition, the impact of economic fallout of the COVID-19 on the portfolio of the Group may be different from that expected as at the date of approval of these financial results. The Group will continue to closely monitor any material changes to future economic conditions and suitable adjustments as considered appropriate will be given in the respective future period.

**3. Moratorium in accordance with the Reserve Bank of India (RBI) guidelines in ABCL:**

The COVID-19 pandemic has significantly impacted economic activities, businesses, individuals across the spectrum. Reserve Bank of India (RBI)'s guidelines dated 27th March, 2020 extending regulatory reliefs enabled banks, lending institutions and NBFCs to offer moratorium up to 3 months on repayment of EMIs, payment of interest on working capital exposures falling due between 1st March, 2020 and 31st May, 2020 to all eligible borrowers. The said relief has been extended for a further period of 3 months ending 31st August 2020 vide RBI circular dated 23rd May 2020. The Group based on its Board approved policy, has engaged with its customers whose accounts were standard as at 29th February 2020 and offered the moratorium basis their request. As on 30th June 2020, the staging of these accounts is basis days past due status obtaining as on 29th February 2020 in compliance to the RBI circular. As per the Group's assessment, the extension of moratorium in terms of the RBI relief by itself cannot be treated as an indicator of significant increase in the credit risk.

**4. During the previous year, Pursuant to the Taxation Laws (Amendment) Act, 2019, a new section 115BAA is inserted in the Income Tax Act, 1961, which provides an option to the domestic companies to pay income tax at lower rate subject to the giving up of certain incentives and deductions. The Company and its subsidiary Ultratech Cement Limited (UltraTech) is continuing to provide for income tax at old rates, based on the available outstanding MAT credit entitlement and various exemptions and deductions available to the Company under the Income Tax Act, 1961.**

However, the Company and UltraTech has applied the lower income tax rates on the deferred tax assets / liabilities to the extent these are expected to be realised or settled in the future period when the Group may be subjected to lower tax rate and accordingly reversed opening net deferred tax liability with a one-time corresponding credit of ₹ 2,350.20 Crore under deferred tax for three months and year ended 31<sup>st</sup> March 2020. While some of its subsidiaries, joint ventures & associates have availed the option to pay income tax at the lower rate. Consequently, wherever applicable, the opening deferred tax asset/liabilities has been measured at the lower rate, with a one-time corresponding debit of ₹ 15.89 Crore and credit of ₹ 353.98 Crore under deferred tax and share in profit/(loss) of equity accounted investees to the Statement of Profit and Loss respectively for the year ended 31<sup>st</sup> March 2020. (debit of ₹ 32.40 Crore and credit of ₹ 1.63 Crore under deferred tax and share in profit/(loss) of equity accounted investees to the Statement of Profit and Loss respectively for three months ended 31<sup>st</sup> March 2020).

## Grasim Industries Limited

5. During the quarter, exceptional item represents:
  - (a) an amount of ₹ 157.37 crores, booked as a one-time expense, upon receiving an order dated 17th July 2020, issued by the Hon'ble Supreme Court against the UltraTech's claim of capital investment subsidy, under Rajasthan Investment Promotion Scheme -2003.
  - (b) an additional provision of Stamp duty and Registration fees related to merger of erstwhile Aditya Birla Nuvo Limited with Company based on an order passed by Additional District Magistrate (UP) dated 13<sup>th</sup> July 2020.
6. UltraTech had filed appeals against the orders of the Competition Commission of India dated 31st August 2016 and 19th January 2017. Upon the NCLAT disallowing its appeal against the CCI order dated 31<sup>st</sup> August 2016, the Hon'ble Supreme Court has, by its order dated 5th October 2018, granted a stay against the NCLAT order. Consequently, UltraTech has deposited an amount of ₹ 144.95 Crore equivalent to 10% of the penalty amount. UltraTech Nathdwara Cement Ltd (UNCL), a subsidiary of UltraTech has also filed an appeal in the Hon'ble Supreme Court against a similar CCI order dated 31st August 2016 and has deposited an amount of ₹ 16.73 Crores equivalent to 10% of the penalty amount. UltraTech, backed by legal opinions, believes that it has a good case in said matters and accordingly no provision has been made in the accounts.
7. During the quarter, the Company has allotted 7,530 fully paid up equity shares of ₹ 2 each upon exercise of employee stock options.
8. The results for the three months ended 31st March 2020 are derived from the audited accounts for the financial year ended 31st March 2020 and published unaudited results for Nine months ended 31st December 2019.
9. The above Financial Results of the Company for the three months ended 30th June, 2020 are reviewed by the Audit Committee and approved by the Board of Directors of the Company today.
10. Previous periods figures have been regrouped/rearranged wherever necessary to conform to the current period's classification.

For and on behalf of Board of Directors

Place : Mumbai  
Date : 13th August, 2020

**Dilip Gaur**  
Managing Director

### Grasim Industries Limited

**Regd. Office: Birlagram, Nagda 456 331 (M.P.)**  
*An Aditya Birla Group Company*  
**[www.adityabirla.com](http://www.adityabirla.com) and [www.grasim.com](http://www.grasim.com)**

**Tel: (07366) 246760-66 | Fax: (07366) 244114, 246024 | CIN: L17124MP1947PLC000410**