

PIRAMAL ENTERPRISES LIMITED

Piramal Ananta, Agastya Corporate Park, Opposite Fire Brigade, Kamani Junction, LBS Marg, Kuria (West), Mumbai – 400 070

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE THREE AND NINE MONTHS ENDED DECEMBER 31, 2019

Particulars	Three months ended 31/12/2019	Three months ended 30/09/2019	Corresponding three months ended 31/12/2018	Year to date figures for current period ended 31/12/2019	Year to date figures for previous period ended 31/12/2018	Previous Year ended 31/03/2019
	(Unaudited)	(Unaudited) (Refer note 9)	(Unaudited) (Refer note 9)	(Unaudited)	(Unaudited) (Refer note 9)	(Audited) (Refer note 9)
Revenue from operations	915.67	1,443.04	890.57	3,230.48	2,658.93	3,670.85
Other income (Net) (Refer Note 8)	153.10	187.19	(63.72)	410.00	416.71	446.31
Total Income	1,068.77	1,630.23	826.85	3,640.48	3,075.64	4,117.16
Expenses						
Cost of materials consumed	209.06	229.32	193.62	630.80	574.64	768.15
Purchases of stock-in-trade	38.00	0.17	23.45	55.36	56.33	79.24
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(24.23)	(17.29)	(41.10)	(61.51)	(84.60)	8.22
Employee benefits expense	106.58	116.68	111.68	343.51	324.49	411.10
Finance costs	376.51	456.95	417.57	1,321.13	1,046.24	1,497.27
Depreciation and amortisation expense	41.53	41.94	33.15	123.50	97.85	131.22
Other expenses (Net) (Refer Note 8)	208.62	156.91	187.97	569.41	487.56	731.61
Total Expenses	956.07	984.68	926.34	2,982.20	2,502.51	3,626.81
Profit/(Loss) Before Exceptional Item and Tax	112.70	645.55	(99.49)	658.28	573.13	490.35
Exceptional item (Refer Note 6)	-	-	-	-	(1,287.96)	(1,287.96)
Profit/(Loss) Before Tax	112.70	645.55	(99.49)	658.28	(714.83)	(797.61)
Tax Expense						
(1) Current tax	15.67	(6.35)	(4.83)	119.83	90.94	71.57
(2) Deferred tax (Net)	60.31	18.80	(25.96)	(90.68)	(1.57)	(1.17)
Profit/(Loss) After Tax	36.72	633.10	(68.70)	629.13	(804.20)	(868.01)
Other Comprehensive Income and (Expense) (OCI)						
A. Items that will not be subsequently reclassified to profit or loss						
(a) Changes in fair values of equity instruments through OCI	40.24	(184.55)	159.35	(929.30)	(807.64)	(551.69)
(b) Remeasurement of Post Employment Benefit Obligations	0.25	0.67	(0.62)	(1.79)	(2.69)	(2.89)
Income tax impact on above	(0.09)	(0.26)	0.23	0.61	23.95	24.00
B. Items that will be subsequently reclassified to profit or loss						
Deferred gains on cash flow hedge	(0.59)	(6.52)	11.51	(6.73)	0.34	5.61
Income tax impact on above	0.20	2.28	(3.97)	2.35	(0.12)	(1.96)
Total Other Comprehensive Income/ (Expense), Net of Tax Expense	40.01	(188.38)	166.50	(934.86)	(786.16)	(526.93)
Total Comprehensive Income / (Loss), Net of Tax Expense	76.73	444.72	97.80	(305.73)	(1,590.36)	(1,394.94)
Paid-up Equity Share Capital (Face Value of Rs.2/- each)	39.83	39.77	36.68	39.83	36.68	36.89
Reserves (excluding Revaluation Reserves)						19,455.04
Net Worth (Refer Footnote)						17,112.19
Earnings Per Equity Share (EPS) (Face Value of Rs.2/- each) (not annualised) (Refer Note 4 and 9)						
a) Basic EPS for the period/year (Rs.)	1.79	31.07	(3.38)	30.80	(39.58)	(42.72)
b) Diluted EPS for the period/year (Rs.)	1.78	30.98	(3.38)	30.70	(39.58)	(42.72)

See accompanying notes to the financial results

Additional Information:

The following additional information is presented to disclose the effect on net profit after tax, Basic and Diluted EPS, without the effect of exceptional item (Refer Note 6).

Particulars	(Rs. in Crores)	
	Year to date figures for previous period ended 31/12/2018	Previous Year ended 31/03/2019
Loss After Tax As reported in the standalone financial results	(804.20)	(868.01)
Add: Impact of Exceptional item	1,287.96	1,287.96
Adjusted Profit After Tax	483.76	419.95
Basic EPS for the period (Rs.) (Refer Note 4 and 9)		
As reported in the standalone financial results	(39.58)	(42.72)
Add: Impact of Exceptional item	63.39	63.39
Adjusted Basic EPS	23.81	20.67
Diluted EPS for the period (Rs.) (Refer Note 4 and 9)		
As reported in the standalone financial results	(39.58)	(42.72)
Add: Impact of Exceptional item	63.29	63.30
Adjusted Diluted EPS	23.71	20.58

Footnote:

Net Worth = Share Capital + Other Equity (excluding Capital Reserve)


Piramal Enterprises Limited
 (Formerly Known as Piramal Healthcare Limited)

CIN: L24110MH1947PLC005719

Piramal Ananta, Agastya Corporate Park Opp Fire Brigade, Kamani Junction, LBS Marg, Kuria (West) Mumbai, Maharashtra 400070, India

T +91 22 3802 3000 / 4000

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Notes:

- The unaudited standalone financial results for the three and nine months ended December 31, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on February 4, 2020. The Statutory Auditors of the Company have carried out a limited review of these results.
- Subsequent to the quarter-end, the Board of Directors of the Company, at their meeting held on January 17, 2020 approved the divestment of entire stake in the Healthcare Insights and Analytics business (the "Transaction"), held by the Company directly and through its wholly owned subsidiaries, to Clarivate Analytics Plc. (and its subsidiaries) for an aggregate consideration of USD 950 million of which USD 900 million would be received on closing of the Transaction and USD 50 million would be received at the end of 12 months from the closing of the Transaction. Closing of the transaction is subject to certain regulatory approvals and approval of shareholders of the Company in accordance with the provisions of the Companies Act, 2013, for which the Board of Directors has decided to convene an Extra-ordinary General Meeting on February 13, 2020.
- On December 19, 2019, 115,894 Compulsorily Convertible Debentures ("CCD") having face value of Rs. 151,000 per CCD were allotted to Caisse de dépôt et placement du Québec for an aggregate amount of Rs. 1,749.99 crores. Each CCD is convertible into 100 equity shares having face value of Rs. 2 each.
- On December 24, 2019, the Company offered 27,929,649 equity shares under Rights Issue at a price of Rs.1,300 per share (including premium of Rs.1,298 per share). Out of the aforesaid issue, 26,385,861 equity shares were allotted by the Company on January 29, 2020 and 1,535,944 Rights Equity shares have been reserved for the CCD Holder (as per regulation 74(1) of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018) and 7,844 Rights Equity Shares have been kept in abeyance.

Accordingly, basic and diluted EPS for all periods presented have been retrospectively adjusted for the bonus element in rights issue.

- During the nine months ended December 31, 2019, the Company has sold its entire direct investment of 9.96% in Shriram Transport Finance Company Limited. Upon sale, the Company has reclassified the cumulative fair value changes of Rs. 670.40 crores from Other Comprehensive Income to Retained Earnings.
- During the nine months ended December 31, 2018, the Company's wholly owned subsidiary, Piramal Holdings (Suisse) SA (referred to as "PHSA") sold its entire ownership interest in its wholly owned subsidiary Piramal Imaging SA. Consequently, the Company's cost of equity investment in PHSA amounting to Rs. 1,287.96 crores was provided for.
- The secured listed non-convertible debentures of the Company aggregating Rs. 2,385.26 crores as on December 31, 2019 are secured against specified receivables (including those relating to a wholly owned subsidiary) and a first ranking pari passu mortgage over Specifically Mortgaged Property.

The Asset cover on the secured listed non-convertible debentures of the Company exceeds hundred percent of the principal amount of the said debentures.

- Other Income (Net)/ Other Expense (Net) includes the net effect of Foreign Exchange Gain/(Loss) :

Particulars	Three months ended 31/12/2019	Three months ended 30/09/2019	Corresponding three months ended 31/12/2018	(Rs. in Crores)		Previous Year ended 31/03/2019
				Year to date figures for current period ended 31/12/2019	Year to date figures for previous period ended 31/12/2018	
Exchange Gain/(Loss), Net	53.11	81.42	(120.10)	132.33	116.93	80.02

- The National Company Law Tribunal has approved a "Scheme of Amalgamation" ("Scheme") of Piramal Phytocare Limited ("Transferor company"), an associate of the Company, with the Company and its respective shareholders vide its order dated November 4, 2019. Pursuant to the necessary filings with Registrar of Companies, Mumbai, the Scheme has become effective from December 2, 2019 with the appointed date of April 1, 2018. As prescribed by the Scheme, 305,865 equity shares of the Company of Rs. 2/- each were issued to the shareholders of Transferor Company on December 13, 2019, as a consideration in the ratio of 1 fully paid up equity share of Rs 2 each of the Company for every 70 equity shares of Rs 10 each held in transferor Company.

The amalgamation has been accounted for under the "pooling of interest" method referred to in Appendix C of Ind AS 103 - Business Combinations of Entities under Common Control, as prescribed by the Scheme. Accordingly, all the assets, liabilities and other reserves of transferor company as on April 01, 2018 have been aggregated with those of the Company at their respective book values. The comparative financial information in the results of the Company have been restated for the accounting impact of merger, as if the merger had occurred from the beginning of the comparative period. The difference of Rs.21.35 Crores between the consideration and value of net identified assets acquired has been transferred to capital reserve of the Company. The impact of merger is not significant on the results and EPS of the Company.

- The Company transferred certain financial assets to wholly owned subsidiaries as detailed below.

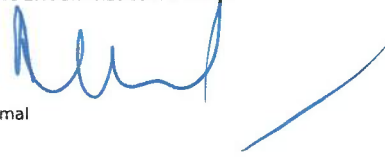
Entities	Three months ended 30/09/2019	Year to date figures for current period ended 31/12/2019	Previous Year ended 31/03/2019
Piramal Capital and Housing Finance Limited	992.42	1,897.09	2,207.72
PHL Fininvest Private Limited	-	198.18	694.41
Aggregate consideration	992.42	2,095.27	2,902.13

Accordingly, the results for three months ended September 30, 2019 and nine months ended December 31, 2019 are not comparable with the results of the earlier periods presented.



11. In accordance with Ind AS 108 'Operating Segments', segment information has been given in the consolidated financial results of the Company and therefore, no separate disclosure on segment information is given in standalone financial results.
12. Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases", applied to all lease contracts existing on April 1, 2019 using the modified retrospective method of transition, accordingly, comparatives for the year ended March 31, 2019 have not been retrospectively adjusted. The effect of this adoption is insignificant on the profit for the period, earnings per share, total assets, total liabilities and adjustment to retained earnings.

For **PIRAMAL ENTERPRISES LIMITED**



Ajay G. Piramal
Chairman

February 04, 2020, Mumbai