

## Disclosure Document

[as per Circular - SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021]

### 1. Issuer details:

#### 1.1. Details of the issuer:

- **Name:** CEAT Limited
- **Address:** 463, Dr. Annie Besant Road, Worli, Mumbai - 400030
- **CIN:** L25100MH1958PLC011041
- **PAN:** AAACC1645G
- **Line of business:** Manufacturing and sale of automotive Tyres, tubes and flap
- **Chief Executive (Managing Director / President/ CEO /CFO)**

Mr. Anant Goenka	Managing Director
Mr. Kumar Subbiah	Chief Financial Officer

- **Group affiliation (if any):** RPG Group

#### 1.2. Details of the Directors (as on January 2, 2023):

Name, designation and DIN	Age In years	Address	Director since	List of Directorships other than CEAT Limited
Mr. Harsh Vardhan Goenka, Chairman DIN: 00026726	64	Unit no 208, 2nd floor, Bezzola complex, B wing, Sion Trombay Road, Opp Suman Nagar, Chembur, Mumbai 400071	16/10/1981	Bajaj Electricals Limited Zensar Technologies Limited Raychem-RPG Private Limited R P G Enterprises Limited Spencer International Hotels Limited Breach Candy Hospital Trust RPG Life Sciences Limited KEC International Limited
Mr. Anant Vardhan Goenka, Managing Director DIN: 02089850	40	Unit no 209, 2nd Floor, Bezzola complex, B wing, Sion Trombay road, Opp Suman Nagar, Chembur Mumbai 400071	01/04/2012	Zensar Technologies Limited Spencer International Hotels Limited Spencer and Company Limited Raychem-RPG Private Limited Seniority Private Limited CEAT AUTO COMPONENTS LIMITED Taabi Mobility Limited
Mr. Arnab Banerjee, Chief Operating Officer DIN: 06559516	57	202/B, Aditya S.V.Patel Nagar, Opp. Versova Telephone Exchange Azad Nagar, Andheri -	07/05/2013	SESA CARE PRIVATE LIMITED CEAT AUTO COMPONENTS LIMITED Taabi Mobility Limited

Name, designation and DIN	Age In years	Address	Director since	List of Directorships other than CEAT Limited
		West Mumbai 400053		
Mr. Atul C. Choksey, Independent Director DIN: 00002102	70	Geetanjali Building, 4th floor, 9 N. Gamadia Road, Near Mahalaxmi temple, Peddar road, Mumbai 400026	26/09/2014	Apcotex Industries Limited Shyamal Fin-Vest (India) Limited Mazda Colours Limited Choksey Chemicals Private Limited
Mr. Haigreve Khaitan, Independent Director DIN: 00005290	51	1104 Sterling Seaface Dr. Annie Besant road, Worli Mumbai 400018	26/09/2014	Inox Leisure Limited JSW Steel Limited Torrent Pharmaceuticals Limited Borosil Renewables Limited Tech Mahindra Limited Mahindra and Mahindra Limited Jio Platforms Limited New Democratic Electoral Trust VS Trustee Private Ltd
Mr. Mahesh S. Gupta, Independent Director DIN: 00046810	65	402, Ashok House, Rajendra Prasad Jain Road, Off. Gandhi Gram Road, Vile Parle West Mumbai 400049	26/09/2014	Peninsula Land Limited Morarjee Textiles Limited RPG Life Sciences Limited Shree Digvijay Cement Co Limited ShreeKrishna Finvest and Capital Management Private Limited
Mr. Ranjit V Pandit, Independent Director DIN: 00782296	68	Darbhanga Mansion, Flat no. 01, 12 Carmichael Road, opp. BMC Commissioner, bungalow Pedder Road Mumbai 400026	12/08/2015	Reliance Retail Ventures Limited Reliance Jio Infocomm Limited Reliance Retail Limited Pratap Pandit Limited Bombay Footwear Private Limited The Great Eastern Shipping Company Limited The Industrial Leather Company Private Limited The Indian Film Combine Private Ltd. JUST DIAL Limited
Mr. Vinay Bansal, Independent Director DIN: 00383325	77	7-S, Dilwara Maharshi Karve Road Mumbai 400021	26/09/2014	Nil
Mr. Pierre Cohade, Non-Executive; Non-Independent Director DIN: 00468035	60	29, Yongjia Lu Appt 2003, 200020, Shanghai, Chine Shanghai 200020	01/02/2018	Nil
Mr. Paras K. Chowdhary, Non-executive Director DIN: 00076807	71	74/84, Clover Park Royale Lane N 7, Koregaon Park Pune 411001	25/10/2021	Phillips Carbon Black Ltd R P G Enterprises Limited Einzigartig Electoral Trust
Ms. Priya Nair	50	1202 Raheja Atlantis,		Nil

Name, designation and DIN	Age In years	Address	Director since	List of Directorships other than CEAT Limited
Independent Director DIN: 07119070		Raheja Acropolis Phase 1, Chembur, Mumbai 400088	27/10/2020	

**1.3. Details of change in directors in last three financial years including any change in the current year:**

Name, designation and DIN	Date of appointment/ resignation	Date of cessation (in case of resignation)	Remarks (viz. reasons for change etc.)
Mrs. Priya Nair, Additional Director (DIN: 07119070)	October 27, 2020 (Appointment)	-	Appointment
Ms. Punita Lal, Independent Director (DIN: 03412604)	January 20, 2021 (Resignation)	January 20, 2021	Resignation
Mr. Paras K Chowdhary, Independent Director (DIN: 00076807)	September 3, 2021 (Resignation)	September 3, 2021	Resignation
Mr. Paras K Chowdhary, Non- Executive Director (DIN: 00076807)	October 25, 2021 (Appointment)	-	Appointment

**1.4 List of top 10 holders of equity shares of the company as on September 30, 2022: [Shareholding pattern for quarter ended December 31, 2022 is not yet submitted with Exchanges. Hence, you are kindly requested to consider the below list as on September 30, 2022]**

S.no	Name shareholder	Category of shareholder	Total no. of equity shares	No of shares in demat form	Total sharehold ing as % of total no. of equity shares
1	INSTANT HOLDINGS LIMITED	Promoter Group	1,19,35,259	1,19,35,259	29.51
2	SWALLOW ASSOCIATES LLP	Promoter Group	44,84,624	44,84,624	11.09
3	AMANSA HOLDINGS PRIVATE LIMITED	Public	37,07,695	37,07,695	9.17
4	MIRAE ASSET EMERGING BLUECHIP FUND	Public	27,78,888	27,78,888	6.87
5	INDIA OPPORTUNITIES GROWTH FUND LTD - PINWOOD STRATEGY	Public	17,82,098	17,82,098	4.41
6	STEL HOLDINGS LIMITED	Promoter	14,80,157	14,80,157	3.66
7	SUMMIT SECURITIES LIMITED	Promoter	10,46,248	10,46,248	2.59
8	PGIM INDIA TRUSTEE PRIVATE LIMITED A/C - PGIM INDIA SMALL CAP FUND	Public	9,65,198	9,65,198	2.39
9	THE NEW INDIA ASSURANCE COMPANY LIMITED	Public	6,60,568	6,60,568	1.63
10	MUKUL MAHAVIR AGRAWAL	Individual	5,00,000	5,00,000	1.24

### 1.5. Details of the statutory auditor:

Name and address	Date of appointment	Remarks
B S R & Associates LLP Firm Registration No. 101248WE/W100022 14th Floor, Central Wing, Nesco Center, Western Express Highway, Goregaon (East), Mumbai 400 063	June 28, 2022	Appointment

### 1.6. Details of the change in statutory auditors in last three financial years including any change in the current year:

Name and address	Date of appointment/ resignation	Date of cessation (in case of resignation)	Remarks (viz. reasons for change etc.)
S R B C & CO LLP Firm Registration No. 324982E/E300003 14 <sup>th</sup> Floor, The Ruby, 29 Senapati Bapat Marg, Dadar (West), Mumbai-400028	August 8, 2017 (Re-appointment)	-	Expiration of term as per provisions of the Company's Act, 2013
B S R & Associates LLP Firm Registration No. 101248WE/W100022 14th Floor, Central Wing, Nesco Center, Western Express Highway, Goregaon (East), Mumbai 400 063	June 28, 2022 (Appointment)	-	Appointment

### 1.7. List of top 10 debt securities holders (Outstanding as on December 31, 2022):

Sr. No	Name of NCD Holder	Category of NCD Holder	Face Value of NCD Holding (INR in Crores)	NCD Holding% as a % of total NCD outstanding
1	Federal Bank	Bank	100	25%
2	Kotak Bank	Bank	150	37.5%
3	ICICI Bank Limited	Bank	150	37.5%
		Total	400	

### 1.8. List of top 10 CP holders (Outstanding as on January 2, 2023):

Sr No	Name of CP Holder	Category of CP Holder	Face Value of CP Holding	CP Holding Percentage
1	UTI-LIQUID CASH PLAN	Bank	50,00,00,000.00	33.33%
2	RBL Bank Limited	Bank	50,00,00,000.00	33.33%
3	STATE BANK OF INDIA	Bank	50,00,00,000.00	33.33%
		Total	100,00,00,000.00	100%

## 2. Material Information:

- 2.1 Details of all default/s and/or delay in payments of interest and principal of CPs, (including technical delay), debt securities, term loans, external commercial borrowings and other financial indebtedness

including corporate guarantee issued in the past 5 financial years including in the current financial year.  
Nil

## 2.2 Ongoing and/or outstanding material litigation and regulatory strictures, if any.

Except as mention in the Annual Report 2021-22, there are no other ongoing and/or outstanding material litigation and regulatory strictures. (Pg no. 196 to 197 of the Annual Report 2021-22) enclosed as **Annexure D**

## 2.3 Any material event/ development having implications on the financials/credit quality including any material regulatory proceedings against the Issuer/promoters, tax litigations resulting in material liabilities, corporate restructuring event which may affect the issue or the investor's decision to invest / continue to invest in the CP. Nil

# 3 Details of borrowings of the company, as on the latest quarter end December 31, 2022:

## 3.1 Details of debt securities and CPs:

Sr. No	ISIN Number	Tenor	Coupon Rate	Amount Issued	Date of Allotment	Redemption/ Maturity Date	Credit Rating	Secured/U nsecured	Securiti y	IPA Det ails	CRA Details
1	INE482 A07050	3 Years	6.400%	150,00,00,000.00	07-10-2020	06-10-2023	AA	Secured	Moveable & Immovable Assets at Ambernath Plan	NA	India Ratings
2	INE482 A07068	5 Years	7.00%	100,00,00,000.00	13-10-2020	13-10-2025	AA	Secured	Moveable & Immovable Assets at Ambernath Plan	NA	India Ratings
3	INE482 A08025	4 years	7.99%	150,00,00,000.00	19-09-2022	19-09-2026	AA	Unsecured	NA	NA	India Ratings

## 3.1 Details of secured/ unsecured loan facilities/ bank fund-based facilities/ rest of the borrowing, if any, including hybrid debt like foreign currency convertible bonds (FCCB), optionally convertible debentures /preference shares from banks or financial institutions or financial creditors, as on **September 30, 2022: Annexure A [Company has not yet published financials for quarter ended on December 31, 2022, hence you are kindly requested to consider the attached data as on September 30, 2022]**

## 3.2 The amount of corporate guarantee or letter of comfort issued by the issuer along with name of the counterparty (like name of the subsidiary, JV entity, group company, etc) on behalf of whom it has been

issued, contingent liability including debt service reserve account (DSRA) guarantees/ any put option etc.as on 30.09.2022 NA.

#### 4 Issue Information:

- 4.1 Details of current tranche including ISIN, amount, date of issue, maturity, all credit ratings including unaccepted ratings, date of rating, name of credit rating agency, its validity period, confirmation that rating mentioned is valid as on date of issuance and listing\*, details of issuing and paying agent and other conditions, if any.

ISIN	INE482A14BK2
Amount	50,00,00,000
Date of Issue	January 2, 2023
Maturity Date	March 15, 2023
Credit Ratings	CARE A1+
Rating Agency	CARE RATINGS Limited
Date of Rating	December 7, 2022
Validity of rating	Through-out the life of CP
Details of issuing and paying agent	Yes Bank Limited

\* rating mentioned is valid as on date of listing

- 4.2 CP borrowing limit, supporting board resolution for CP borrowing, details of CP issued during the last 15 months:

The Finance and Banking Committee of Board of Directors of the Company has approved Rs. 500 Crores limit for Commercial paper issue in one or more tranches. Board Resolution for the same is attached as **Annexure-B**

Details of CP issued during the last 15 months.

ISIN	Issue Date	Amt in Crs	Maturity Date
INE482A14AH0	09-06-2021	50	08-09-2021
INE482A14AI8	17-06-2021	50	16-09-2021
INE482A14AJ6	02-07-2021	50	27-09-2021
INE482A14AK4	20-07-2021	50	21-10-2021
INE482A14AL2	13-08-2021	50	11-11-2021
INE482A14AM0	24-08-2021	50	22-11-2021
INE482A14AN8	08-09-2021	50	08-12-2021
INE482A14AO6	16-09-2021	50	10-12-2021
INE482A14AP3	23-09-2021	50	24-12-2021
INE482A14AQ1	07-10-2021	50	07-01-2022
INE482A14AR9	20-01-2021	50	20-01-2022
INE482A14AS7	22-10-2021	50	14-01-2021

ISIN	Issue Date	Amt in Crs	Maturity Date
INE482A14AT5	11-11-2021	50	10-02-2021
INE482A14AU3	22-11-2021	50	21-02-2021
INE482A14AV1	08-12-2021	50	09-03-2021
INE482A14AW9	10-12-2021	50	11-03-2021
INE482A14AY5	14-01-2022	50	08-04-2022
INE482A14AX7	20-01-2022	50	20-04-2022
INE482A14AZ2	21-02-2022	50	25-03-2022
INE482A14BA3	08-04-2022	50	07-07-2022
INE482A14BB1	13-04-2022	50	11-07-2022
INE482A14BC9	20-04-2022	50	19-07-2022
INE482A14BD7	11-07-2022	50	07-10-2022
INE482A14BE5	19-07-2022	50	17-10-2022
INE482A14BF2	18-08-2022	50	16-11-2022
INE482A14BG0	26-08-2022	50	21-11-2022
INE482A14BH8	17-10-2022	50	13-01-2023
INE482A14BI6	16-11-2022	50	14-02-2023
INE482A14BJ4	29-12-2022	50	28-03-2022

4.3 End-use of funds: Funds are utilized for Working Capital Requirement and General Corporate Purpose

4.4 Credit Support/enhancement (if any): NA

- 4.4.1 Details of instrument, amount, guarantor company
- 4.4.2 Copy of the executed guarantee
- 4.4.3 Net worth of the guarantor company
- 4.4.4 Names of companies to which guarantor has issued similar guarantee
- 4.4.5 Extent of the guarantee offered by the guarantor company
- 4.4.6 Conditions under which the guarantee will be invoked

## 5 Financial Information:

5.1 Audited / Limited review half yearly consolidated (wherever available) and standalone financial information (Profit & Loss statement, Balance Sheet and Cash Flow statement) along with auditor qualifications, if any, for last three years along with latest available financial results:

In case an issuer is required to prepare financial results for the purpose of consolidated financial results in terms of Regulation 33 of SEBI LODR Regulations, latest available quarterly financial results shall be filed.

Annual reports of the Company for the above period are available at the following website link of the Company: <https://www.ceat.com/corporate/investor>.

Unaudited Consolidated Financial Results for the quarter ended September 30, 2022 is enclosed as Annexure-C. [Company has not yet published financials for quarter ended on December 31, 2022, hence you are kindly requested to consider the attached data as on September 30, 2022.]

- 5.2 Latest audited financials should not be older than six months from the date of application for listing.

Provided that listed issuers (who have already listed their specified securities and/or 'Non-convertible Debt Securities' (NCDs) and/or 'Non-Convertible Redeemable Preference Shares' (NCRPS)) who are in compliance with SEBI (Listing obligations and disclosure requirements) Regulations 2015 (hereinafter "SEBI LODR Regulations"), may file unaudited financials with limited review for the stub period in the current financial year, subject to making necessary disclosures in this regard including risk factors.

Unaudited Consolidated Financial Results for the quarter ended September 30, 2022 is enclosed as Annexure-C. [Company has not yet published financials for quarter ended on December 31, 2022. Hence you are kindly requested to consider the attached data as on September 30, 2022]

## 6 Asset Liability Management (ALM) Disclosures: Not Applicable

For CEAT Limited



Chirag Kamdar  
Authorised Signatory - Finance  
Email id: [chirag.kamdar@ceat.com](mailto:chirag.kamdar@ceat.com)

Date: January 2, 2023



Sanjay Bhatia  
Authorised Signatory - Finance  
Email id: [sanjay.bhatia@ceat.com](mailto:sanjay.bhatia@ceat.com)

Date: January 2, 2023



**CEAT Ltd.**  
RPG House  
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Worli, Mumbai 400030, India  
+91 22 24930621  
CIN: L25100MH1958PLC011041  
www.ceat.com

**Annexure A**  
**(Rs. In Crs)**

**CEAT Limited -As on 30.09.2022**

Sr. No.	Bank	Date of Sanction	Purpose	Sanctioned Limits (Fund & Non- Fund Based)	Utilization (Fund & Non- Fund Based)	Security Details
1	Axis Bank Limited	22-10-2021	Working Capital Limits	130.00	80.52	Secured by First Pari Passu charge on all the current assets of the company
2	Bank of Baroda	02-11-2021		50.00	17.90	
3	Bank of India	01-01-2021		50.00	0.00	
4	The Hongkong and Shanghai Bank Corporation (HSBC)	23-12-2021		190.00	89.51	
5	ICICI Bank Limited	21-04-2022		405.00	315.44	
6	Kotak Mahindra Bank Limited	17-01-2022		100.00	45.41	
7	State Bank of India	02-06-2021		125.00	38.05	
8	Yes Bank Limited	07-03-2022		125.00	68.10	
9	HDFC Bank Limited	24-11-2021		225.00	122.00	
	<b>TOTAL</b>			<b>1400.00</b>	<b>776.93</b>	

**Unsecured Limits - As on 30-09-2022**

**(Rs. In Crs)**

Sr. No.	Bank	Sanctioned	Utilization
1	Kotak Mahindra Bank	175.00	113.32
2	State Bank of India	100.00	57.14
3	Citibank N.A.	0.50	-
4	Union Bank of India	0.02	0.02
	<b>TOTAL</b>	<b>275.52</b>	<b>170.48</b>



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### Secured Working Capital

#### Annexure

As on 30-09-2022

( Rs. In Crs )

Banks/Lenders	Date of Sanction/ Disbursement date	Type of Loan/Loan Purpose	Sanctioned Limits	Utilization/ Outstanding as on 30-09- 2022	Security Details	Repayment Schedule
Citibank N.A	03-09-2018	Term Loan	300.00	107.50	Secured by First Pari Passu charge on the immovable and movable fixed assets (excluding current assets), situated at Halol.	Repayable over a period of 3 to 5 years
RBL Bank	07-09-2018	Non Fund Based Limit	250.00	50.92		Non Fund Based Limit
Kotak Mahindra Bank	10-12-2018	Term Loan	300.00	277.50	Secured by First Pari Passu charge on the immovable and movable fixed assets (excluding current assets), situated at Halol, Nashik, Nagpur and Chennai.	Repayable over a period of 4 to 10 years
Bank of Baroda	17-01-2019	Term Loan	700.00	584.61		
		Non Fund Based Limit		-		
State Bank of India	06-09-2019	Term Loan	1,476.00	358.06		
		Non Fund Based Limit		146.37		
HSBC	17.09.2021	Term Loan	300.00	100.00	Unsecured Term Loan to fund the Capex	Bullet Repayment due in Sep 2024
HSBC	27.09.2021	Term Loan		50.00		Bullet Repayment due in Sep 2024
Axis Bank	24.12.2021	Term Loan	30.00	30.00	Unsecured Term Loan for setting up solar Panels	50% in Jul'2024 50% in Jan'2025



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Non-Convertible Debentures	07-10-2020	Tranche 1	150.00	150.00	Secured by First charge over immovable and movable fixed assets situated at Ambernath plant.	Repayment due in Oct 2023
	13-10-2020	Tranche 2	100.00	100.00		Repayment due in Oct 2025
	19-09-2022		150.00	150.00	Unsecured	Repayment due in Sep 2026

**CERTIFIED TRUE COPY OF THE RESOLUTION PASSED AT 76<sup>th</sup> MEETING OF THE FINANCE AND BANKING COMMITTEE OF THE BOARD OF DIRECTOR OF CEAT LIMITED HELD ON MONDAY, NOVEMBER 7, 2022 AT RPG HOUSE, 463, DR. ANNIE BESANT ROAD, WORLI, MUMBAI 400 030**

**Updation In Authorised Signatories For Issuance Of Commercial Papers**

**"RESOLVED THAT** in partial modification of the resolutions dated December 1, 2015 and in suppression of the resolution dated September 1, 2021, passed by the Finance and Banking Committee, the following officials of the Company be and are hereby authorized to do the following acts, as per limits mentioned against their names, in relation to issue of Commercial Paper(s) by the Company not exceeding Rs. 500.00 crores in aggregate at any point of time:

1. To sign such forms, agreements, deeds, documents underwriting agreements or other related papers, in relation to issue of Commercial Paper(s)
2. To seek such approvals required from any other authority
3. To select and appoint merchant bankers/dealers for issue of Commercial Paper(s)
4. To do all such acts, deeds, matters and things as may be required in this behalf.

**AUTHORISED OFFICIALS:**

Group I	Group II
Mr. Subbiah Kumar	Mr. Mehul Maheshwari
Mr. Sanjay Bhatia	Mr. Shreeshail Chitnis
Mr. K Suryanarayan	Ms. Shikha Gounder
Ms. Vallari Gupte	
Mr. Alope Sharma	
Mr. Meena Marar	
Mr. Chirag Kamdar	

Limits:

Jointly by any 2 from Group II	Upto Rs. 50.00 crores
Jointly by any 1 from Group I and any 1 from Group II	Upto Rs. 100.00 crores
Jointly by any 2 from Group I	Upto Rs. 250.00 crores

**RESOLVED FURTHER THAT** any one of the aforesaid signatories be and are hereby severally authorized to sign and execute the all necessary documents, forms and other related papers, for admission of Commercial papers into depositories system, obtaining ISIN, execution of Corporate Action and such other related matters as may be required by Depositories from time to time.

**RESOLVED FURTHER THAT** the Common Seal of the Company be affixed on necessary documents as may be required, in accordance with the provisions of the Articles of Association of the Company by any one of Mr. Kumar Subbiah, Chief Financial Officer, Mr. Sanjay Bhatia, Vice President - Finance or Ms. Vallari Gupte, Company Secretary of the Company.

**RESOLVED FURTHER THAT** copies of the above resolution, certified to be true by any Director or Chief Financial Officer or Company Secretary of the Company be furnished to any authority and it be requested to act thereon."

**Certified True Copy  
For CEAT Limited**



**Vallari Gupte**  
**Company Secretary**  
**Membership No. F-5770**

# B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,  
Nesco IT Park 4, Nesco Center,  
Western Express Highway, Goregaon (East),  
Mumbai - 400 063, India

Telephone: +91 22 6257 1000  
Fax: +91 22 6257 1010

## **Limited Review Report on unaudited standalone financial results of CEAT Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 pursuant to Regulation 33 and Regulation 52(4) read with Regulation 63 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

### **To the Board of Directors of CEAT Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of CEAT Limited ("the Company") for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52(4) read with Regulation 63 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" issued by the Institute of Chartered Accountants of India. 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52(4) read with Regulation 63 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Registered Office:

## B S R & Co. LLP

5. The standalone financial statements of the Company for the year ended 31 March 2022 have been audited by the predecessor auditor whose report dated 05 May 2022 had expressed an unmodified opinion. The financial information of the Company for the corresponding quarter ended 30 September 2021 and the corresponding period from 01 April 2021 and 30 September 2021 has been reviewed by the predecessor auditor whose report dated 25 October 2021 had expressed an unmodified opinion.

Our conclusion is not modified in respect of this matter.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022

SADASHIV SHANKAR SHETTY  
Digitally signed  
by SADASHIV  
SHANKAR SHETTY  
Date: 2022.11.07  
12:51:31 +05'30'

**Sadashiv Shetty**

*Partner*

Mumbai

07 November 2022

Membership No.: 048648

UDIN:22048648BCIBZV4271



## CEAT LIMITED

CIN : L25100MH1958PLC011041

Registered Office

RPG House, 463, Dr. Annie Besant Road, Mumbai 400 030.

### Statement of Unaudited Standalone financial results for the quarter and six months ended September 30, 2022

(₹ in lakhs)

Particulars	Standalone					
	Quarter ended			Six months ended		Year ended
	30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 INCOME</b>						
2 Revenue from operations	2,88,637	2,80,308	2,43,232	5,68,945	4,33,008	9,31,263
3 Other income	3,074	276	261	3,350	547	2,819
<b>4 Total income [2+3]</b>	<b>2,91,711</b>	<b>2,80,584</b>	<b>2,43,493</b>	<b>5,72,295</b>	<b>4,33,555</b>	<b>9,34,082</b>
<b>5 EXPENSES</b>						
a) Cost of materials consumed	2,00,174	2,03,746	1,61,678	4,03,920	2,90,489	6,18,690
b) Purchases of stock-in-trade	293	445	193	738	434	756
c) Changes in inventories of finished goods, work-in-progress and stock-in trade	(5,356)	(12,541)	(8,285)	(17,897)	(20,954)	(18,234)
d) Employee benefits expenses	16,378	16,961	16,998	33,339	34,523	68,426
e) Finance costs	5,678	5,140	4,869	10,818	9,395	20,397
f) Depreciation and amortisation expenses	11,511	11,138	12,060	22,649	21,705	43,514
g) Other expenses	56,562	55,275	51,021	1,11,837	90,237	1,91,518
<b>Total expenses</b>	<b>2,85,240</b>	<b>2,80,164</b>	<b>2,38,534</b>	<b>5,65,404</b>	<b>4,25,829</b>	<b>9,25,067</b>
<b>6 Profit / (Loss) before exceptional items and tax [4-5]</b>	<b>6,471</b>	<b>420</b>	<b>4,959</b>	<b>6,891</b>	<b>7,726</b>	<b>9,015</b>
7 Exceptional items (Refer note 3)	2,370	71	51	2,441	51	1,291
<b>8 Profit / (Loss) before tax [6-7]</b>	<b>4,101</b>	<b>349</b>	<b>4,908</b>	<b>4,450</b>	<b>7,675</b>	<b>7,724</b>
<b>9 Tax expenses</b>						
a) Current tax	-	-	386	-	533	(1,810)
b) Deferred tax expense / (credit)	1,110	94	926	1,204	1,551	4,101
<b>10 Profit / (Loss) for the period [8-9]</b>	<b>2,991</b>	<b>255</b>	<b>3,596</b>	<b>3,246</b>	<b>5,591</b>	<b>5,433</b>
<b>11 Other comprehensive income</b>						
<b>a) Items that will not be reclassified to profit or loss</b>						
i) Remeasurements gains / (losses) on defined benefit plans	464	424	(155)	888	(200)	592
ii) Income tax relating to above	(116)	(107)	39	(223)	50	(149)
<b>b) Items that will be reclassified to profit or loss</b>						
i) Net movement of cash flow hedges	169	1,029	(306)	1,198	119	(56)
ii) Income tax relating to above	(42)	(259)	77	(301)	(30)	14
<b>Total other comprehensive income / (loss) for the period</b>	<b>475</b>	<b>1,087</b>	<b>(345)</b>	<b>1,562</b>	<b>(61)</b>	<b>401</b>
<b>12 Total comprehensive income / (loss) for the period [comprising profit / (loss) and other comprehensive income / (loss) for the period] [10+11]</b>	<b>3,466</b>	<b>1,342</b>	<b>3,251</b>	<b>4,808</b>	<b>5,530</b>	<b>5,834</b>
13 Paid-up equity share capital (Face value of the share - ₹ 10 each)	4,045	4,045	4,045	4,045	4,045	4,045
14 Other equity excluding revaluation reserve as shown in the audited balance sheet of the previous year						3,10,982
15 Earnings per share (of ₹ 10 each) (not annualised except for year ended march)						
a) Basic (in ₹)	7.39	0.63	8.89	8.02	13.82	13.43
b) Diluted (in ₹)	7.39	0.63	8.89	8.02	13.82	13.43

**CEAT Limited**
**Standalone Statement of Assets and Liabilities as at September 30, 2022**

(₹ in lakhs)

Particulars	As at September 30, 2022 Unaudited	As at March 31, 2022 Audited
<b>I Assets</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	5,31,967	5,11,706
(b) Capital work-in-progress	84,568	76,159
(c) Right-of-use asset	8,392	12,379
(d) Intangible assets	7,990	8,809
(e) Intangible assets under development	4,482	4,661
(f) Financial assets		
(i) Investments	12,953	12,602
(ii) Other financial assets	823	959
(g) Non-current tax assets (net)	1,029	5,855
(h) Other non-current assets	4,626	5,588
<b>Total non-current assets</b>	<b>6,56,830</b>	<b>6,38,718</b>
<b>(2) Current assets</b>		
(a) Inventories	1,52,140	1,28,651
(b) Financial assets		
(i) Trade receivables	1,22,158	1,15,287
(ii) Cash and cash equivalents	949	1,300
(iii) Bank balances other than cash and cash equivalents	437	367
(iv) Other financial assets	12,033	6,381
(c) Other current assets	9,434	5,386
<b>Total current assets</b>	<b>2,97,151</b>	<b>2,57,372</b>
<b>Total assets</b>	<b>9,53,981</b>	<b>8,96,090</b>
<b>II Equity And Liabilities</b>		
<b>(1) Equity</b>		
(a) Equity share capital	4,045	4,045
(b) Other equity	3,14,577	3,10,982
<b>Total equity</b>	<b>3,18,622</b>	<b>3,15,027</b>
<b>(2) Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	1,72,453	1,71,916
(ii) Lease liabilities	7,192	8,047
(iii) Other financial liabilities	4,270	4,163
(b) Provisions	4,097	4,114
(c) Deferred tax liability (net)	32,525	30,795
<b>Total non-current liabilities</b>	<b>2,20,537</b>	<b>2,19,035</b>
<b>(3) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	54,135	35,224
(ii) Lease liabilities	1,840	5,162
(iii) Trade payables		
- Total outstanding dues of micro enterprises and small enterprises	6,366	8,044
- Total outstanding dues of creditors other than micro enterprises and small enterprises	2,40,682	2,07,456
(iv) Other financial liabilities	83,050	80,837
(b) Provisions	13,554	12,479
(c) Current tax liabilities (net)	1,372	1,372
(d) Other current liabilities	13,823	11,454
<b>Total current liabilities</b>	<b>4,14,822</b>	<b>3,62,028</b>
<b>Total equity and liabilities</b>	<b>9,53,981</b>	<b>8,96,090</b>



**CEAT LIMITED**

CIN : L25100MH1958PLC011041

Registered Office

RPG House, 463, Dr. Annie Besant Road, Mumbai 400 030.

**Statement of Unaudited Standalone Cash Flow for the six months ended September 30, 2022**

(₹ in lakhs)

Particulars	Standalone	
	Six months ended	
	September 30, 2022 Unaudited	September 30, 2021 Unaudited
<b>I CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	4,450	7,675
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization expenses	22,649	21,705
Interest income	(717)	(59)
Finance costs	10,818	9,395
Dividend income	(2,202)	-
Provision for obsolescence of stores and spares	-	(50)
Allowance for doubtful debts and advances	82	(121)
Loss on disposal of property, plant and equipment (net)	7	197
Unrealised foreign exchange (gain) / loss (net)	428	(76)
<b>Operating profit before working capital changes</b>	<b>35,515</b>	<b>38,666</b>
Adjustments for :		
Decrease / (Increase) in inventories	(23,489)	(40,301)
Decrease / (Increase) in trade receivables	(6,527)	(9,937)
Decrease / (Increase) in other current assets and other financial assets	(8,071)	(1,839)
Decrease / (Increase) in other non-current assets and other financial assets	(170)	(164)
(Decrease) / Increase in trade payables	30,369	22,767
(Decrease) / Increase in current financial liabilities and other current liabilities	5,250	(626)
(Decrease) / Increase in non-current financial liabilities	-	(90)
(Decrease) / Increase in current provisions	1,963	1,152
(Decrease) / Increase in non-current provisions	(17)	171
<b>Cash flows from operating activities</b>	<b>34,823</b>	<b>9,799</b>
Direct taxes paid (net of refunds)	5,435	(1,462)
<b>Net cash flow generated from operating activities (I)</b>	<b>40,258</b>	<b>8,337</b>
<b>II CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets (including capital work-in progress, intangible assets under development and capital advance)	(46,077)	(46,773)
Withdrawal/(Investment) of margin money deposit with banks	83	-
Changes in other bank balances	(85)	(615)
Investment in subsidiaries & associate	(1)	(240)
Purchase of other non current investments	(350)	(398)
Interest received	109	60
Dividend received	610	-
<b>Net cash flow (used in) investing activities (II)</b>	<b>(45,711)</b>	<b>(47,966)</b>



**CEAT LIMITED**

CIN : L25100MH1958PLC011041

Registered Office

RPG House, 463, Dr. Annie Besant Road, Mumbai 400 030.

**Statement of Unaudited Standalone Cash Flow for the six months ended September 30, 2022**

(₹ in lakhs)

Particulars	Standalone	
	Six months ended	
	September 30, 2022 Unaudited	September 30, 2021 Unaudited
<b>III CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(8,506)	(7,169)
Proceeds of short-term borrowings (net)	13,689	32,235
Proceeds from long-term borrowings	15,434	30,810
Repayment of long-term borrowings	(9,675)	(4,802)
Payment of Lease Liabilities	(4,612)	(5,077)
Dividend paid	(1,228)	(7,395)
<b>Net cash flows generated from financing activities (III)</b>	<b>5,102</b>	<b>38,602</b>
<b>Net increase / (decrease) in cash and cash equivalents (I + II + III)</b>	<b>(351)</b>	<b>(1,027)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>1,300</b>	<b>1,956</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>949</b>	<b>929</b>

**Notes:**

1. The unaudited standalone financial results of the Company for the quarter and six months ended September 30, 2022 have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.
2. The above unaudited standalone financial results of the Company for the quarter and six months ended September 30, 2022 have been reviewed by the Audit Committee at its meeting held on November 6, 2022 and thereafter approved by the Board of Directors at its meeting held on November 7, 2022. The statutory auditors have carried out a limited review of these results.
3. Following items form part of exceptional items:
  - a. The Company had introduced a Voluntary Retirement Scheme ('VRS') for its employees. The compensation in respect of employees who opted for VRS aggregated ₹ 2,317 lakhs for the quarter and six months ended September 30, 2022, ₹ 51 lakhs for the quarter and six months ended September 30, 2021 and ₹ 703 lakhs for year ended March 31, 2022 has been disclosed as an exceptional item.
  - b. The exchange loss towards dividend and other receivables from its subsidiary / joint ventures in Sri Lanka on account of devaluation in Sri Lanka currency is reflected as an exceptional item amounting to ₹ 53 lakhs for the quarter ended September 30, 2022, ₹ 71 lakhs for the quarter ended June 30, 2022, ₹ 124 lakhs for the six months ended September 30, 2022, nil for the quarter and six months ended September 30, 2021 and ₹ 588 lakhs for the quarter and year ended March 31, 2022.
4. The Company has considered the possible effects that may result from the COVID-19 pandemic in the preparation of these financial results including the recoverability of the carrying value of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of COVID-19, the Company has, at the date of approval of these financial results, used internal and external sources of information and expects that the carrying value of the assets will be recovered. The impact of COVID-19 on the Company's standalone financial results may differ from that estimated as at the date of approval of the same.
5. The Competition Commission of India ('CCI') on February 02, 2022 had released its order dated August 31, 2018 on the Company and other Tyre Manufacturers and also the Automotive Tyre Manufacturer Association concerning the contravention of the provisions of the Competition Act, 2002 in the year 2011-12 and imposed a penalty of ₹ 25,216 lakhs on the Company. The Company has filed an appeal against the CCI Order before the Honourable National Company Law Appellate Tribunal (NCLAT). The Company believes that it has a strong case and accordingly no provision is considered in these standalone financial results.
6. Additional disclosures as per regulation 52(4) and 54 of Securities Exchange Board of India (Listing, Obligations and Disclosure Requirements) Regulations, 2015 and relevant amendment rules thereafter:
  - i. The listed non-convertible debentures of the Company aggregating ₹ 25,000 lakhs, as at September 30, 2022, are secured by way of first pari passu charge over movable and immovable fixed assets of the Company situated at Ambernath. The security cover thereof exceeds 125 percent of the principal amount and interest accrued thereon of the said debentures as at September 30, 2022.
  - ii. The Company has issued 1,500 unsecured non-convertible debentures of face value ₹10 lakhs each aggregating to ₹ 15,000 lakhs on private placement, during the quarter, the issuance being authorised by the Finance and Banking Committee of the Company in its meeting held on September 7, 2022 pursuant to the authority granted by the Board of Directors in its meeting held on July 20, 2022.
  - iii. The commercial papers of the Company, having face value of ₹ 20,000 lakhs, are outstanding and not due for repayment as at September 30, 2022.

## iv. Other disclosures:

Sr. No.	Particulars	Quarter ended			Six months ended		Year ended
		30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
(a)	Net profit / (loss) after tax (₹ in lakhs)	2,991	255	3,596	3,246	5,591	5,433
(b)	Earnings per share (of ₹ 10 each) (in ₹) (not annualised except for year ended march)	7.39	0.63	8.89	8.02	13.82	13.43
(c)	Operating margin (%) (EBITDA* / revenue from operations)	7.13	5.86	8.89	6.50	8.84	7.53
(d)	Net profit margin (%) (Net profit / (loss) after tax / revenue from operations)	1.04	0.09	1.48	0.57	1.29	0.58
(e)	Interest service coverage ratio (in times) [(EBITDA* – tax expenses) / interest costs** for the period]	3.44	3.25	4.36	3.35	3.98	3.48
(f)	Debt service coverage ratio (in times) (not annualised except for year ended march) [(EBITDA* – tax expenses) for the period / (interest costs** for the period + current maturities of long-term borrowings as at date)]	0.79	0.87	1.35	1.21	1.86	2.04
(g)	Bad debts to account receivable Ratio (%) (not annualised except for year ended march) (Bad debts for the period / average gross trade receivables)	-	-	-	-	0.02	0.02
(h)	Debtor turnover ratio (in times) (annualised) (Revenue from sale of goods or services / average trade receivables)	9.21	9.31	10.11	9.41	8.69	8.75
(i)	Inventory turnover ratio (in times) (annualised) (Cost of goods sold / average inventories of finished goods, work-in-progress and stock-in trade)	9.33	10.26	9.17	10.00	8.90	10.14
(j)	Capital redemption reserve (₹ in lakhs)	390	390	390	390	390	390
(k)	Net worth (₹ in lakhs) (Equity share capital + other equity)	3,18,622	3,15,156	3,14,723	3,18,622	3,14,723	3,15,027
(l)	Debt / equity ratio (in times) [Debt (debt comprises non-current borrowings and current borrowings) / net worth]	0.71	0.67	0.63	0.71	0.63	0.66
(m)	Current ratio (in times) (Current assets / (current liabilities #))	0.72	0.71	0.75	0.72	0.75	0.71
(n)	Current liability ratio (in times) (Current liabilities # / total liabilities)	0.65	0.65	0.65	0.65	0.65	0.62
(o)	Total debts to total assets (in times) [(Non-current borrowings + current borrowings) / total assets]	0.24	0.23	0.23	0.24	0.23	0.23
(p)	Long term debt to working capital (in times) [(Non-current borrowings including current maturities of long-term borrowings) / working capital] (Working capital = current assets - current liabilities #)	##	##	##	##	##	##

\* EBITDA = Earnings before finance costs, tax expenses, depreciation and amortisation expenses, exceptional items and other income.

\*\* Interest costs include interest on borrowings and other finance charges and including interest capitalised.

# Current liabilities include capital creditors and dealer deposit.

## Net working capital is negative.

7. The Company's business activity falls within a single reportable business segment, viz. "Automotive Tyres, Tubes and Flaps".

By order of the Board of CEAT Limited

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VARDHAN  
GOENKA

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Place: Mumbai  
Date: November 7, 2022

Anant Vardhan Goenka  
Managing Director

# B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,  
Nesco IT Park 4, Nesco Center,  
Western Express Highway, Goregaon (East),  
Mumbai - 400 063, India

Telephone: +91 22 6257 1000  
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## **Limited Review Report on unaudited consolidated financial results of CEAT Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 pursuant to Regulation 33 and Regulation 52(4) read with Regulation 63 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

### **To the Board of Directors of CEAT Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of CEAT Limited ("the Parent"), and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of the net profit after tax and total comprehensive income of its associate and joint ventures for the quarter ended 30 September 2022 and year-to-date results for the period from 1 April 2022 to 30 September 2022 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 and Regulation 52(4) read with Regulation 63 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52(4) read with Regulation 63 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, 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 Standards on Auditing and consequently does not enable us to obtain assurance that we would become 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 Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities mentioned in Annexure I to the Statement.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52(4) read with Regulation 63 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Registered Office:

6. The consolidated financial statements of the Group for the year ended 31 March 2022 have been audited by the predecessor auditor whose report dated 05 May 2022 had expressed an unmodified opinion. The financial information of the Group for the corresponding quarter ended 30 September 2021 and the corresponding period from 1 April 2021 to 30 September 2021 has been reviewed by the predecessor auditor whose report dated 25 October 2021 had expressed an unmodified opinion.

Our conclusion is not modified in respect of this matter.

7. We did not review the interim financial results of two Subsidiaries included in the Statement, whose interim financial results reflects total assets (before consolidation adjustments) of Rs 11,564 lakhs as at 30 September 2022 and total revenues (before consolidation adjustments) of Rs 52 lakhs and Rs 61 lakhs, total net profit after tax (before consolidation adjustments) of Rs 34 lakhs and Rs 38 lakhs and total comprehensive income (before consolidation adjustments) of Rs 27 lakhs and Rs 24 lakhs, for the quarter ended 30 September 2022 and for the period from 1 April 2022 to 30 September 2022 respectively, and cash outflows (net) of Rs 346 lakhs for the period from 1 April 2022 to 30 September 2022, as considered in the unaudited consolidated financial results. The unaudited consolidated financial results also include the Group's share of net profit after tax of Rs 130 lakhs and Rs 826 lakhs and total comprehensive income Rs 130 lakhs and Rs 826 lakhs, for the quarter ended 30 September 2022 and for the period from 1 April 2022 to 30 September 2022 respectively as considered in the Statement, in respect of four joint ventures, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Parent's management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter.

8. The Statement includes the interim financial results of five Subsidiaries which have not been reviewed, whose interim financial results reflects total assets (before consolidation adjustments) of Rs 14,220 lakhs as at 30 September 2022 and total revenue (before consolidation adjustments) of Rs 4,000 lakhs and Rs 8,055 lakhs, total net loss after tax (before consolidation adjustments) of Rs 416 lakhs and Rs 555 lakhs and total comprehensive loss (before consolidation adjustments) of Rs 416 lakhs and Rs 555 lakhs for the quarter ended 30 September 2022 and for the period from 1 April 2022 to 30 September 2022 respectively, and cash inflows (net) of Rs 64 lakhs for the period from 1 April 2022 to 30 September 2022, as considered in the Statement. The Statement also includes the Group's share of net loss after tax of Rs 73 lakhs and Rs 135 lakhs and total comprehensive loss of Rs 73 lakhs and Rs 135 lakhs, for the quarter ended 30 September 2022 and for the period from 1 April 2022 to 30 September 2022 respectively as considered in the unaudited consolidated financial results, in respect of one associate, based on its interim financial results which has not been reviewed. According to the information and explanations given to us by the Parent's management, these interim financial results are not material to the Group.

Our conclusion is not modified in respect of this matter.

**For B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022

SADASHIV  
SHANKAR  
SHETTY

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SHANKAR SHETTY  
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**Sadashiv Shetty**

*Partner*

Mumbai

07 November 2022

Membership No.: 048648

UDIN:22048648BCICPR6902

## Annexure I

List of entities included in unaudited consolidated financial results.

Sr. No	Name of component	Relationship
1	CEAT Limited	Holding Company
2	Associated CEAT Holdings Company (Pvt) Limited	Subsidiary
3	CEAT AKKHAN Limited	Subsidiary
4	Rado Tyres Limited	Subsidiary
5	CEAT Specialty Tires INC	Subsidiary
6	CEAT Specialty Tyres BV	Subsidiary
7	CEAT Auto Components Limited	Subsidiary (incorporated on 20 April 2022)
8	Taabi Mobility Limited	Subsidiary (incorporated on 16 September 2022)
9	TYRESNMORE Online Pvt Limited	Associate
10	CEAT Kelani Holdings (Pvt.) Limited	Joint Venture
11	Associated CEAT (Pvt.) Limited	Joint Venture
12	CEAT Kelani International Tyres (Pvt.) Limited	Joint Venture
13	CEAT Kelani Radials (Pvt.) Limited	Joint Venture

**CEAT LIMITED**

CIN : L25100MH1958PLC011041

Registered Office

RPG House, 463, Dr. Annie Besant Road, Mumbai 400 030.

**Statement of Unaudited Consolidated financial results for the quarter and six months ended September 30, 2022**

(₹ in lakhs)

Particulars	Consolidated					
	Quarter ended			Six months ended		Year ended
	30-Sep-22 Unaudited	30-Jun-22 Unaudited	30-Sep-21 Unaudited	30-Sep-22 Unaudited	30-Sep-21 Unaudited	31-Mar-22 Audited
<b>1 INCOME</b>						
2 Revenue from operations	2,89,448	2,81,838	2,45,176	5,71,286	4,35,815	9,36,341
3 Other income	977	276	276	1,253	566	1,140
<b>4 Total income [2 + 3]</b>	<b>2,90,425</b>	<b>2,82,114</b>	<b>2,45,452</b>	<b>5,72,539</b>	<b>4,36,381</b>	<b>9,37,481</b>
<b>5 EXPENSES</b>						
a) Cost of materials consumed	2,00,174	2,03,746	1,61,659	4,03,920	2,90,471	6,18,690
b) Purchases of stock-in-trade	909	942	500	1,851	1,583	2,868
c) Changes in inventories of finished goods, work-in-progress and stock-in trade	(5,751)	(12,190)	(7,460)	(17,941)	(20,928)	(18,799)
d) Employee benefits expenses	16,687	17,269	17,187	33,956	34,979	69,380
e) Finance costs	5,772	5,213	4,957	10,985	9,557	20,695
f) Depreciation and amortisation expenses	11,512	11,141	12,062	22,653	21,708	43,520
g) Other expenses	57,115	55,545	51,259	1,12,660	90,965	1,93,223
<b>Total expenses</b>	<b>2,86,418</b>	<b>2,81,666</b>	<b>2,40,164</b>	<b>5,68,084</b>	<b>4,28,335</b>	<b>9,29,577</b>
<b>6 Profit / (Loss) before share of profit of joint venture and associates, exceptional items and tax [4 - 5]</b>	<b>4,007</b>	<b>448</b>	<b>5,288</b>	<b>4,455</b>	<b>8,046</b>	<b>7,904</b>
7 Share of profit from joint ventures and associate	64	608	519	672	1,219	2,875
<b>8 Profit / (Loss) before exceptional items and tax [6 + 7]</b>	<b>4,071</b>	<b>1,056</b>	<b>5,807</b>	<b>5,127</b>	<b>9,265</b>	<b>10,779</b>
9 Exceptional Items (Refer note 3)	2,370	71	51	2,441	51	1,291
<b>10 Profit / (Loss) before tax [8 - 9]</b>	<b>1,701</b>	<b>985</b>	<b>5,756</b>	<b>2,686</b>	<b>9,214</b>	<b>9,488</b>
<b>11 Tax expenses</b>						
a) Current Tax	186	130	492	316	860	(1,197)
b) Deferred tax (credit) / charge	871	(13)	1,036	858	1,821	3,627
<b>12 Profit / (Loss) for the period [10 - 11]</b>	<b>644</b>	<b>868</b>	<b>4,228</b>	<b>1,512</b>	<b>6,533</b>	<b>7,058</b>
Attributable to :						
Owners of the Parent	783	925	4,198	1,708	6,596	7,120
Non-controlling interests	(139)	(57)	30	(196)	(63)	(62)
<b>13 Other comprehensive income</b>						
<b>a) Items that will not be reclassified to profit or loss</b>						
(i) Remeasurement gains / (losses) on defined benefit plans	455	416	(158)	871	(206)	550
(ii) Income tax relating to above	(115)	(105)	39	(220)	51	(141)
<b>b) Items that will be reclassified to profit or loss</b>						
(i) Net movement of cash flow hedges and foreign exchange translation reserve (Refer note 4)	320	(714)	(364)	(394)	598	(4,625)
(ii) Income tax relating to cash flow hedges	(42)	(259)	77	(301)	(30)	14
<b>Total other comprehensive loss for the period</b>	<b>618</b>	<b>(662)</b>	<b>(406)</b>	<b>(44)</b>	<b>413</b>	<b>(4,202)</b>
Attributable to :						
Owners of the Parent	618	(662)	(406)	(44)	413	(4,202)
Non-controlling interests	-	-	-	-	-	-
<b>14 Total Comprehensive Income / (Loss) for the period [Comprising profit / (loss) and other comprehensive loss for the period] [12 + 13]</b>	<b>1,262</b>	<b>206</b>	<b>3,822</b>	<b>1,468</b>	<b>6,946</b>	<b>2,856</b>
Attributable to :						
Owners of the parent	1,401	263	3,792	1,664	7,009	2,918
Non-controlling interests	(139)	(57)	30	(196)	(63)	(62)
<b>15 Paid-up equity share capital</b> (Face value of the Share - ₹ 10 each)	<b>4,045</b>	<b>4,045</b>	<b>4,045</b>	<b>4,045</b>	<b>4,045</b>	<b>4,045</b>
<b>16 Other equity excluding revaluation reserve as shown in the audited balance sheet of the previous year</b>						<b>3,23,236</b>
<b>17 Earnings Per Share (of ₹ 10 each) (not annualised except for year ended March)</b>						
a) Basic ( in ₹ )	1.93	2.29	10.38	4.22	16.31	17.60
b) Diluted ( in ₹ )	1.93	2.29	10.38	4.22	16.31	17.60

**CEAT LIMITED**
**Consolidated Statement of Assets and Liabilities as at September 30, 2022**

(₹ in lakhs)

Particulars	As at September 30, 2022 Unaudited	As at March 31, 2022 Audited
<b>ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	5,31,985	5,11,729
(b) Capital work-in-progress	90,738	82,927
(c) Right-of-use asset	8,392	12,379
(d) Intangible assets	7,991	8,810
(e) Intangible assets under development	4,482	4,661
(f) Investments accounted using equity method	13,831	17,102
(g) Financial assets		
(i) Investments	1,653	813
(ii) Other financial assets	1,032	1,187
(h) Non current tax assets (net)	1,029	5,855
(i) Deferred tax asset (net)	75	80
(j) Other non-current assets	5,304	6,323
<b>Total non-current assets</b>	<b>6,66,512</b>	<b>6,51,866</b>
<b>(2) Current assets</b>		
(a) Inventories	1,54,489	1,30,956
(b) Financial assets		
(i) Trade receivables	1,22,930	1,15,432
(ii) Cash and cash equivalents	1,744	2,377
(iii) Bank balances other than cash and cash equivalents	3,537	1,254
(iv) Other financial assets	10,094	5,938
(c) Other current assets	11,350	8,119
(d) Assets held-for-sale	98	92
<b>Total current assets</b>	<b>3,04,242</b>	<b>2,64,168</b>
<b>Total assets</b>	<b>9,70,754</b>	<b>9,16,034</b>
<b>EQUITY AND LIABILITIES</b>		
<b>(1) Equity</b>		
(a) Equity share capital	4,045	4,045
(b) Other equity	3,23,236	3,23,236
<b>Equity attributable to equity holders of parent</b>	<b>3,27,281</b>	<b>3,27,281</b>
(c) Non-controlling interest	1,997	2,354
<b>Total equity</b>	<b>3,29,278</b>	<b>3,29,635</b>
<b>(2) Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	1,72,453	1,71,916
(ii) Lease liabilities	7,192	8,047
(iii) Other financial liabilities	4,270	4,163
(b) Provisions	4,154	4,168
(c) Deferred tax liability (net)	33,154	31,769
<b>Total non-current liabilities</b>	<b>2,21,223</b>	<b>2,20,063</b>
<b>(3) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	57,769	37,762
(ii) Lease liabilities	1,840	5,162
(iii) Trade payables	2,47,183	2,15,758
(iv) Other financial liabilities	83,658	81,464
(b) Provisions	13,706	12,633
(c) Current tax liabilities (net)	2,211	1,969
(d) Other current liabilities	13,886	11,588
<b>Total current liabilities</b>	<b>4,20,253</b>	<b>3,66,336</b>
<b>Total equity and liabilities</b>	<b>9,70,754</b>	<b>9,16,034</b>

CEAT Limited  
Consolidated Statement of Cash Flow for six months ended September 30, 2022

(₹ in lakhs)

Particulars	30-Sep-22	30-Sep-21
<b>I Cash Flow From Operating Activities</b>		
Profit before tax and excluding share of profit / (loss) of associate and joint ventures	2,014	7,991
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization expenses	22,653	21,708
Interest income	(781)	(69)
Finance costs	10,985	9,557
Provision for obsolescence of stores and spares	-	(50)
Allowance for doubtful debts and advances	82	(121)
Loss on sale of property, plant and equipment (net)	7	197
Unrealised foreign exchange (gain) / loss (net)	428	(76)
Foreign Currency Translation Reserve on Consolidation	(552)	479
<b>Operating profit before working capital changes</b>	<b>34,836</b>	<b>39,616</b>
Adjustments for :		
Decrease / (Increase) in inventories	(23,533)	(40,275)
Decrease / (Increase) in trade receivables	(7,154)	(10,998)
Decrease / (Increase) in other current assets and other financial assets	(7,360)	(2,578)
Decrease / (Increase) in non-current asset and other financial assets	(153)	(168)
(Decrease) / Increase in trade payables	30,262	22,613
(Decrease) / Increase in current financial liabilities and other current liabilities	5,004	(279)
(Decrease) / Increase in non-current financial liabilities	-	(90)
(Decrease) / Increase in current provisions	1,944	1,171
(Decrease) / Increase in non-current provisions	(14)	171
<b>Cash flows from operating activities</b>	<b>33,832</b>	<b>9,183</b>
Direct taxes paid (net of refunds)	4,763	(1,464)
<b>Net cash flow generated from operating activities (I)</b>	<b>38,595</b>	<b>7,719</b>
<b>II Cash Flow From Investing Activities</b>		
Purchase of property, plant and equipment and intangible assets (including capital work-in progress, intangible assets under development and capital advance)	(45,426)	(46,656)
Withdrawal of margin money deposit with banks	83	(1)
Changes in other bank balances	(2,283)	(2,128)
Purchase of non current investments	-	(398)
Investment in associate	(350)	1,086
Dividend received from Joint Ventures	1,906	-
Interest received	777	65
<b>Net cash flow (used in) investing activities (II)</b>	<b>(45,293)</b>	<b>(48,032)</b>
<b>III Cash Flow From Financing Activities</b>		
Interest paid	(8,677)	(7,332)
Proceeds / (repayment) of short term borrowings (net)	14,786	32,622
Proceeds from long-term borrowings	15,434	30,811
Repayment of long-term borrowings	(9,675)	(4,802)
Payment of lease liabilities	(4,612)	(5,077)
Dividend paid	(1,191)	(7,395)
<b>Net cash flow (used in) / generated from financing activities (III)</b>	<b>6,065</b>	<b>38,827</b>
<b>Net increase / (decrease) in cash and cash equivalents (I + II + III)</b>	<b>(633)</b>	<b>(1,486)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>2,377</b>	<b>3,609</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>1,744</b>	<b>2,123</b>

**Notes:**

1. The unaudited consolidated financial results of CEAT Ltd ("the Company" or "the Parent") and its subsidiaries ("the Group"), together with its associate and joint ventures for the quarter and six months ended September 30, 2022, have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.
2. The above unaudited consolidated financial results of the Group for the quarter and six months ended September 30, 2022 have been reviewed by the Audit Committee at its meeting held on November 6, 2022 and thereafter approved by the Board of Directors at its meeting held on November 7, 2022. The statutory auditors have carried out a limited review of these results.
3. Following items form part of exceptional items:
  - a. The Company had introduced a Voluntary Retirement Scheme ('VRS') for its employees. The compensation in respect of employees who opted for VRS aggregated ₹ 2,317 lakhs for the quarter and six months ended September 30, 2022, ₹ 51 lakhs for the quarter and six months ended September 30, 2021 and ₹ 703 lakhs for year ended March 31, 2022 has been disclosed as an exceptional item.
  - b. The exchange loss towards dividend and other receivables from its subsidiary / joint ventures in Sri Lanka on account of devaluation in Sri Lanka currency is reflected as an exceptional item amounting to ₹ 53 lakhs for the quarter ended September 30, 2022, ₹ 71 lakhs for the quarter ended June 30, 2022, ₹ 124 lakhs for the six months ended September 30, 2022, nil for the quarter and six months ended September 30, 2021 and ₹ 588 lakhs for the quarter and year ended March 31, 2022.
4. On account of currency devaluation in Sri Lanka, there is a remeasurement loss on consolidating the Sri Lankan subsidiary Associated CEAT Holdings Company (Pvt.) Limited aggregating to ₹ 1,341 lakhs for six months ended September 30, 2022 and ₹ 4,949 lakhs for the year ended March 31, 2022. The same has been disclosed under Other Comprehensive Income.
5. The Group has considered the possible effects that may result from the COVID-19 pandemic in the preparation of these financial results including the recoverability of the carrying value of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of COVID-19, the Group has, at the date of approval of these financial results, used internal and external sources of information and expects that the carrying value of the assets will be recovered. The impact of COVID-19 on the Group's consolidated financial results may differ from that estimated as at the date of approval of the same.
6. The Competition Commission of India ('CCI') on February 02, 2022 had released its order dated August 31, 2018 on the Company and other Tyre Manufacturers and also the Automotive Tyre Manufacturer Association concerning the contravention of the provisions of the Competition Act 2002, during the year 2011-12 and imposed a penalty of ₹ 25,216 lakhs on the Company. The Company has filed an appeal against the CCI Order before the Honourable National Company Law Appellate Tribunal (NCLAT). The Company believes that it has a strong case and accordingly no provision is considered in these consolidated financial results.
7. Additional disclosures as per regulation 52(4) and 54 of Securities Exchange Board of India (Listing, Obligations and Disclosure Requirements) Regulations, 2015 and relevant amendment rules thereafter:
  - i. The listed non-convertible debentures of the Company aggregating ₹ 25,000 lakhs, as at September 30, 2022, are secured by way of first pari passu charge over movable and immovable fixed assets of the Group situated at Ambarnath. The security cover thereof exceeds 125 percent of the principal amount and interest accrued thereon of the said debentures as at September 30, 2022.
  - ii. The Company has issued 1,500 unsecured non-convertible debentures of face value ₹10 lakhs each aggregating to ₹ 15,000 lakhs on private placement, during the quarter, the issuance being authorised by the Finance and Banking Committee of the Company in its meeting held on September 7, 2022 pursuant to the authority granted by the Board of Directors in its meeting held on July 20, 2022.
  - iii. The commercial papers of the Company, having face value of ₹ 20,000 lakhs, are outstanding and not due for repayment as at September 30, 2022.

## iv. Other disclosures:

Sr. No.	Particulars	Quarter ended			Six months ended		Year ended
		30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
(a)	Net Profit / (Loss) after tax (₹ in lakhs)	644	868	4,228	1,512	6,533	7,058
(b)	Earnings Per Share (of ₹ 10 each) (in ₹) (not annualised except for year ended March)	1.93	2.29	10.38	4.22	16.31	17.60
(c)	Operating Margin (%) (EBITDA * / Revenue from operations)	7.04	6.08	9.20	6.57	9.17	7.89
(d)	Net Profit Margin (%) [Net Profit / (Loss) after tax / Revenue from operations]	0.22	0.31	1.72	0.26	1.50	0.75
(e)	Interest Service Coverage Ratio (in times) [(EBITDA * – Tax expenses) / Interest costs ** for the period]	3.76	3.34	4.43	3.18	4.02	3.61
(f)	Debt Service Coverage Ratio (in times) (not annualised except for year ended March) [(EBITDA * – Tax expenses) for the period / (Interest costs ** for the period + Current maturities of long-term borrowings as at date)]	0.80	0.90	1.39	1.19	1.90	2.13
(g)	Bad debts to Account receivable Ratio (%) (not annualised except for year ended March) (Bad debts for the period / Average gross trade receivables)	-	-	-	-	0.02	0.02
(h)	Debtor turnover ratio (in times) (annualised) (Revenue from sale of goods or services / average trade receivables)	9.19	9.33	10.10	9.41	8.72	8.80
(i)	Inventory turnover ratio (in times) (annualised) (Cost of goods sold / average inventories of finished goods, work-in-progress and stock-in trade)	9.11	10.02	8.96	9.73	8.70	9.83
(j)	Capital redemption reserve (₹ in lakhs)	390	390	390	390	390	390
(k)	Net worth (₹ in lakhs) (Equity share capital + other equity)	3,27,281	3,25,896	3,31,365	3,27,281	3,31,365	3,27,281
(l)	Debt / equity ratio (in times) [Debt (debt comprises non-current borrowings and current borrowings) / net worth]	0.70	0.66	0.60	0.70	0.60	0.64
(m)	Current ratio (in times) (Current assets / (current liabilities #))	0.72	0.72	0.76	0.72	0.76	0.72
(n)	Current liability ratio (in times) (Current liabilities # / total liabilities)	0.66	0.65	0.65	0.66	0.65	0.62
(o)	Total debts to total assets (in times) [(Non-current borrowings + current borrowings) / total assets]	0.24	0.22	0.22	0.24	0.22	0.23
(p)	Long term debt to working capital (in times) [(Non-current borrowings including current maturities of long-term borrowings) / working capital] (Working capital = current assets - current liabilities #)	##	##	##	##	##	##

\* EBITDA = Earnings before finance costs, tax expenses, depreciation and amortisation expenses, exceptional items and other income

\*\* Interest costs include interest on borrowings and other financial charges, including interest capitalised.

# Current liabilities includes capital creditors and dealer deposits.

## Net working capital is negative.

8. The Group's business activity falls within a single reportable business segment, viz. "Automotive Tyres, Tubes and Flaps".

9. The Standalone results are available on Company's website viz, [www.ceat.com](http://www.ceat.com) and on website of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com)). Key Standalone financial information is given below.

Particulars	Quarter ended			Six months ended		(₹ in lakhs)
	30-Sep-22 Unaudited	30-Jun-22 Unaudited	30-Sep-21 Unaudited	30-Sep-22 Unaudited	30-Sep-21 Unaudited	Year ended 31-Mar-22 Audited
Revenue from operations	2,88,637	2,80,308	2,43,232	5,68,945	4,33,008	9,31,263
Profit / (Loss) before tax	4,101	349	4,908	4,450	7,675	7,724
Profit / (Loss) for the period	2,991	255	3,596	3,246	5,591	5,433

By order of the Board

ANANT  
VARDHAN  
GOENKA

Digitally signed by  
ANANT VARDHAN  
GOENKA  
Date: 2022.11.07  
12:25:23 +05'30'

Place: Mumbai  
Date: November 7, 2022

Anant Vardhan Goenka  
Managing Director

# Notes to Financial Statements

for the year ended March 31, 2022

## Note 37: Post-retirements benefit plan (Contd..)

Particulars	2021-22		2020-21	
	Decrease	Increase	Decrease	Increase
(% change compared to base due to sensitivity)	0.10%	(0.10)%	0.60%	(0.50)%
Mortality Rate (- / + 10% of mortality rates)	12,508	12,509	12,324	12,323
(% change compared to base due to sensitivity)	0.00%	0.00%	0.00%	0.00%

These plans typically expose the Company to actuarial risks such as: Investment Risk, Interest Risk, Demographic Risk and Salary Risk.

Risk	Exposure
Interest	The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).
Investment	The probability or likelihood of occurrence of losses relative to the expected return on any particular investment.
Demographic	The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.
Salary Escalation	The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

### x) Weighted average duration and expected employers contribution for the next year for the defined benefit plan

The weighted average duration (based on discounted cash flows) of defined benefit obligation is 8 years.

Particulars	As at March 31, 2022	As at March 31, 2021
	(₹ in Lacs)	(₹ in Lacs)
Within the next 12 months (next annual reporting period)	1,896	1,742
Between 2 and 5 years	4,287	4,289
Between 5 and 10 years	5,437	5,404
Beyond 10 years	15,278	13,439
<b>Total</b>	<b>26,898</b>	<b>24,874</b>

### Compensated absences.

Refer note 20(b) for details on provision made towards compensated absences

## Note 38: Commitments and contingencies

### a. Contingent Liabilities

Refer note 2.21 for accounting policy on Contingent liabilities and assets (to the extent not provided for)

Particulars	As at March 31, 2022	As at March 31, 2021
	(₹ in Lacs)	(₹ in Lacs)
1. Direct and indirect taxation matters*		
Income tax	901	901
Excise duty / Service tax / GST	7,859	7,144
Sales tax	4,517	4,967
Bills discounted with banks	15,164	14,305

# Notes to Financial Statements

for the year ended March 31, 2022

## Note 38: Commitments and contingencies (Contd..)

Particulars	As at March 31, 2022	As at March 31, 2021
	(₹ in Lacs)	(₹ in Lacs)
2. Claims against Company not acknowledged as debts*		
In respect of labour matters	743	654
Vendor disputes	294	294
3. Other claims* (refer foot note a)	28,456	3,234

\*in respect of above matters, future cash outflows are determinable only on receipt of judgements pending at various forums / authorities.

Note:

a) The Competition Commission of India ('CCI') on February 02, 2022 has released its order dated August 31, 2018 on the Company and other Tyre Manufacturers and also the Automotive Tyre Manufacturer Association concerning the contravention of the provisions of the Competition Act, 2002 in the year 2011-12 and imposed a penalty of ₹ 25,216 Lacs on the Company. The Company has filed an appeal against the CCI Order before the Honourable National Company Law Appellate Tribunal (NCLAT). The Company believes that it has a strong case and accordingly no provision is considered in these financial results

### b. Commitments

Particulars	As at March 31, 2022	As at March 31, 2021
	(₹ in Lacs)	(₹ in Lacs)
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance payments)	85,105	62,352

### c. Others

The Company has availed the Sales Tax Deferral Loan and Octroi refund from the Directorate of Industries for Nashik Plant. Hence, the Company has to take prior permission of the appropriate authority for removal / transfer of any asset (falling under the above Schemes) from Nashik Plant. In case of violation of terms & conditions, the Company is required to refund the entire loan / benefit along with the interest @ 22.50% on account of Sales Tax deferral Loan and @ 15% on account of Octroi refund.

### d. Material demands and disputes considered as "Remote" by the Company

The Company has been served with a Show Cause cum Demand Notice from the DGCEI (Directorate General of Central Excise Intelligence) Mumbai, on the ground that, the activity of making tyre set, i.e. inserting Tubes and Flaps inside the Tyres and tied up through Polypropylene Straps, amounts to manufacture / pre-packaged commodity under Section 2(f)(iii) of Central Excise Act, read with Section 2(l) of the Legal Metrology Act, 2009. Accordingly, the authorities worked out the differential duty amounting to ₹ 27,672 Lacs i.e., the amount of duty already paid on the basis of transaction value and duty payable on the basis of MRP under Section 4A, for the period from April 2011 to June 2017. The Company believes that Set of TT / TTF (Tyre and Tube / Tyre, Tube and Flap) is not pre-packaged commodity in terms of provisions of Legal Metrology Act, 2009. The Company has a strong case on the ground that, the said issue has been clarified by the Controller of the Legal Metrology Department vide its letter dated May 01, 1991 that "Tyre with tube & flaps tied with three thin polythene strips may not be treated as a pre-packed commodity within the meaning of rule 2(l) of the Standards of Weights and Measures (Packaged Commodities), Rules, 1977". The above clarification has been re-affirmed vide letter dated November 16, 1992 by the Legal Metrology authorities.

## Note 39: Related party transactions

### A) Names of related parties and related party relationship

#### Related parties where control exists

- Associated CEAT Holdings Company (Pvt.) Limited ("ACHL") (Subsidiary Company)
- CEAT AKKHAN Limited (Subsidiary Company)
- Rado Tyres Limited("Rado") (Subsidiary Company)
- CEAT Specialty Tires Inc. (Subsidiary Company)
- CEAT Specialty Tyres B.V (Subsidiary Company)

#### Related parties with whom transactions have taken place during the current year and previous year

- CEAT Kelani Holdings (Pvt.) Limited ("CKHL") (Joint venture of ACHL)