BIRLA TYRES
Unbeatable!
IT'S TIME TO ROLL

BTL/Reg. 30/SH/SE/2020-2021

Dated: 31st July, 2020

The Secretary
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001
(Stock Code – 542932)

The Vice-President
National Stock Exchange of India Ltd.
"Exchange Plaza",
Plot no. C/1, G. Block
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400051
(Symbol – BIRLATYRE)

**Sub: Outcome of a Board Meeting held on 31st July, 2020**

Dear Sir / Madam,

In continuation of our letter under reference BTL/ Reg. 29/SH/SE/2020-2021 dated 28th July, 2020, we wish to inform you that the Board of Directors of the Company at its meeting held today took on record and approved the Audited Financial Statements for the year ended March 31, 2020 and the Audited Financial Results for the quarter and financial year ended March 31, 2020, as recommended by the Audit Committee. The Board of Directors also approved Unaudited Financial Results of the Company for the quarter ended 30th June, 2020, as recommended by the Audit Committee.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

i. Statements showing the Audited Financial Results for the quarter/ year ended March 31, 2020 ;
ii. Statements showing the Unaudited Financial Results for the quarter and three months ended 30th June, 2020 ; and

Further, in compliance with Regulation 30 read with Schedule III Part A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please be informed that the Board of Directors at its Meeting held today decided to:

- Appoint Ms. Indrani Chakraborty as an Additional Director (Non-Executive Independent) of the Company w.e.f. 31st day of July, 2020 subject to shareholders approval in the ensuing Annual General Meeting. She is not related to any of the existing directors and her brief profile is given in the Annexure enclosed.

The Meeting commenced at 12.30 pm and concluded at 13.15 pm.

Please acknowledge the receipt.
Yours faithfully,
**For Birla Tyres Limited**

Rajat Arora
**Company Secretary**

**Encl: as above**

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E: corporate@birlatyre.com

Birla Tyres Limited
Registered & Corporate Office:
8th floor, Birla Building, 9/1 R.N. Mukherjee Road, Kolkata – 700 001
CIN - U25209WB2018PLC228915

BIRLA TYRES
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**Annexure**

**Information about appointment of New Director**

| Particulars | Details |
|---|---|
| **Reason for change viz. appointment, resignation, removal, death or otherwise** | Ms. Indrani Chakraborty is appointed as an Additional Director (Non-Executive Independent) on the Board w.e.f. 31st July, 2020. |
| **Date of appointment/cessation (as applicable) & term of appointment** | Date of appointment of Ms. Indrani Chakraborty- 31st July, 2020, subject to approval of shareholders at the upcoming Annual General Meeting. |
| **Brief profile (in case of appointment)** | Ms. Indrani Chakraborty, aged around 57 years, is a Practicing Chartered Accountant. She is a Fellow member of the Institute of Chartered Accountants of India (FCA) and a Post Graduate in Commerce from Calcutta University. Ms. Chakraborty has more than 25 years of experience in auditing with PwC network firms and has considerable experience in serving large entities (mostly listed). She has extensive experience in managing audits of companies engaged in different industries such as automotive, infrastructure and construction, industrial manufacturing, paints & chemicals, manufacturing, etc. Ms. Indrani Chakraborty is presently engaged with A. Dasgupta & Co, Chartered Accountants as a Partner. |
| **Disclosure of relationships between directors (in case of appointment of a director).** | Ms. Indrani Chakraborty is not related to any of the Promoters, Members of the Promoter Group and Directors of the Company. |

Birla Tyres Limited Kolkata

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E: corporate@birlatyre.com

Birla Tyres Limited
Registered & Corporate Office:
8th floor, Birla Building, 9/1 R.N. Mukherjee Road, Kolkata – 700 001
CIN - U25209WB2018PLC228915

**BIRLA TYRES LIMITED**
**Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001**
**Statement of Financial Results for the quarter and year ended 31st March, 2020**
**(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee )**

Rs./Crores

| Sl. No. | Particulars | | Standalone | | | | |
|---|---|---|---|---|---|---|---|
| | | | Current three months ended 31/03/2020 (Unaudited) (Refer Note 2) | Preceeding three months ended 31/12/2019 (Unaudited) (Refer Note 6) | Corresponding three months ended in the previous year 31/03/2019 (Unaudited) (Refer Note 2 and Note 6) | Current year ended 31/03/2020 (Audited) | Previous Year ended 31/03/2019 (Audited) (Refer Note 9) |
| 1 | Income | | | | | | |
| | a) Revenue from Operations | | 40.75 | 81.28 | - | 471.70 | - |
| | b) Other Income | | 25.00 | 38.29 | - | 66.76 | - |
| | **Total Income [1(a) + 1(b)]** | | **65.75** | **119.57** | **-** | **538.46** | **-** |
| 2 | Expenses | | | | | | |
| | a) Cost of Materials consumed | | 22.05 | 26.12 | - | 253.78 | - |
| | b) Purchases of stock-in-trade | | 1.57 | 1.35 | - | 25.46 | - |
| | c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | | 7.72 | 22.86 | - | 38.50 | - |
| | d) Employee benefits expense | | 29.79 | 29.20 | - | 121.50 | - |
| | e) Depreciation and amortisation expense | | 9.23 | 9.48 | - | 38.06 | - |
| | f) Finance Costs | | 46.83 | 35.23 | - | 151.74 | - |
| | g) Power and fuel | | 3.38 | 6.98 | - | 34.27 | - |
| | h) Packing and carriage | | 2.19 | 4.92 | - | 24.00 | - |
| | i) Other expenses | | 49.26 | 22.49 | 0.01 | 137.82 | 0.01 |
| | **Total Expenses [2(a) to 2(i)]** | | **172.02** | **158.63** | **0.01** | **825.13** | **0.01** |
| 3 | **Profit/(Loss) before exceptional items and tax (1-2)** | | **(106.27)** | **(39.06)** | **(0.01)** | **(286.67)** | **(0.01)** |
| 4 | Exceptional items (Net) | | - | - | - | - | - |
| 5 | **Profit /(Loss) before tax (3+4)** | | **(106.27)** | **(39.06)** | **(0.01)** | **(286.67)** | **(0.01)** |
| 6 | Tax expense | | | | | | |
| | a) Current tax charge / (credit) | | - | - | - | - | - |
| | b) Deferred tax charge / (credit) | | - | - | - | - | - |
| 7 | **Net Profit /(Loss) for the period (5-6)** | | **(106.27)** | **(39.06)** | **(0.01)** | **(286.67)** | **(0.01)** |
| 8 | **Other Comprehensive Income (net of tax expense)** | | (2.35) | 0.01 | - | (2.32) | - |
| 9 | **Total Comprehensive Income (7+8)** | | **(108.62)** | **(39.05)** | **(0.01)** | **(288.99)** | **(0.01)** |
| 10 | Paid-up equity share capital (Face value Rs. 10/-per share) | | 142.59 | 142.59 | 0.01 | 142.59 | 0.01 |
| 11 | Reserves excluding Revaluation Reserve | | - | - | | (425.66) | (0.01) |
| 12 | Earnings Per Share (EPS) (Not Annualised) [Face value of Rs.10/- per share] | | | | | | |
| | a) Basic EPS | Rs. | (7.46) | (2.74) | (11.08) | (20.11) | (11.08) |
| | b) Diluted EPS | Rs. | (7.46) | (2.74) | (11.08) | (20.11) | (11.08) |



Birla Tyres Limited Kolkata

BIRLA TYRES LIMITED
Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001
Statement of Financial Results for the quarter and year ended 31st March, 2020
(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee )

Rs./Crores

Statement of Assets & Liabilities

| Particulars | Standalone | | |
|---|---|---|---|
| | As at 31/03/2020 (Audited) | As at 31/03/2019 (Audited) | As at 22/11/2018 (Audited) |
| **A. ASSETS** | | | |
| **(1) NON-CURRENT ASSETS** | | | |
| (a) Property, Plant and Equipment | 507.97 | - | - |
| (b) Capital work-in-progress | 775.44 | - | - |
| (c) Right of use asset | 8.95 | - | - |
| (d) Other intangible assets | 0.03 | - | - |
| (e) Financial assets | | | - |
| (i) Other financial assets | 5.30 | - | - |
| (f) Other non-current assets | 66.22 | - | - |
| Total Non-Current Assets | 1,363.91 | - | - |
| **(2) CURRENT ASSETS** | | | |
| (a) Inventories | 76.82 | - | - |
| (b) Financial assets | | | - |
| (i) Trade receivables | 115.45 | - | - |
| (ii) Cash and cash equivalents | 3.16 | 0.01 | - |
| (iii) Other bank balances | 16.69 | - | - |
| (iv) Loans | 0.25 | - | - |
| (v) Other financial assets | 1.25 | - | 0.01 |
| (c) Other current assets | 50.87 | - | - |
| Total Current Assets | 264.49 | 0.01 | 0.01 |
| **TOTAL ASSETS** | **1,628.40** | **0.01** | **0.01** |
| **B. EQUITY AND LIABILITIES** | | | |
| **(1) EQUITY** | | | |
| (a) Equity share capital | 142.59 | 0.01 | 0.01 |
| (b) Other equity | -425.66 | -0.01 | - |
| Total Equity | -283.07 | -0.00 | 0.01 |
| **(2) NON-CURRENT LIABILITIES** | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings (Refer Note 11) | 619.55 | - | - |
| (ii) Lease Liability | 6.22 | - | - |
| (iii) Other financial liabilities | 150.64 | - | - |
| (b) Provisions | 16.14 | - | - |
| Total Non-Current Liabilities | 792.55 | - | - |
| **(3) CURRENT LIABILITIES** | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings (Refer Note 11) | 235.98 | - | - |
| (ii) Lease Liability | 3.46 | - | - |
| (iii) Trade payables | | | |
| Total outstanding dues of micro enterprises and small enterprises | 5.80 | - | - |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 267.26 | - | - |
| (iv) Other financial liabilities | 472.60 | - | - |
| (b) Provisions | 63.65 | - | - |
| (d) Other current liabilities | 70.17 | 0.01 | - |
| Total Current Liabilities | 1,118.92 | 0.01 | - |
| **TOTAL EQUITY AND LIABILITIES** | **1,628.40** | **0.01** | **0.01** |



Birla Tyres Limited Kolkata

**BIRLA TYRES LIMITED**
**Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001**
**Statement of Cash Flow for the year ended 31st March, 2020**
**(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee )**

**Rs./Crores**

| Particulars | Period ended 31/03/2020 | Period ended 31/03/2019 |
|---|---|---|
| **A. Cash Flow From Operating Activities** | | |
| Net Loss before tax | (286.67) | (0.01) |
| Adjustments for: | | |
| Depreciation and amortisation | 38.06 | - |
| Provision for bad and doubtful debts charged / (written back) | 22.47 | - |
| Provision for warranty | 6.73 | - |
| Finance costs | 151.74 | - |
| Loss on sale of property, plant and equipment (net) | 0.93 | |
| Liabilities/Provision no longer required written back | (17.55) | - |
| Interest income | (1.77) | - |
| **Operating loss before working capital changes** | **(86.06)** | **(0.01)** |
| **Changes in Working Capital:** | | |
| Increase / (decrease) in Non-Current / Current financial and other liabilities/provisions | 165.97 | 0.01 |
| (Increase) / decrease in Non-Current / Current financial and other assets | 64.13 | - |
| (Increase) / decrease in inventories | 71.37 | - |
| **Cash Generated from Operations** | **215.41** | **(0.00)** |
| Direct Taxes paid (net of refunds) | - | - |
| **Net cash generated from operating activities** | **215.41** | **(0.00)** |
| **B. Cash flow from Investing Activities:** | | |
| Purchase of property, plant and equipment/capital advance given | (2.48) | - |
| Proceeds from sale of property, plant and equipment | 7.04 | |
| Interest received | 1.77 | - |
| Proceeds from Bank Deposit | 6.53 | - |
| **Net cash used in investing activities** | **12.86** | **-** |
| **C. Cash flow from Financing Activities** | | |
| Issue Of Share Capital | - | 0.01 |
| Finance cost paid | (132.96) | - |
| Payment of Lease obligations | (4.74) | - |
| Proceed (net) from: | - | - |
| - Short term borrowings | 72.94 | - |
| Repayment of: | - | - |
| - Long term borrowings | (70.73) | - |
| **Net cash generated from financing activities** | **(135.49)** | **0.01** |
| Net decrease in cash and cash equivalents | **92.78** | **0.01** |
| Cash and cash equivalents at the beginning of the year | 0.01 | - |
| Cash and cash equivalents acquired pursuant to the scheme of arrangement (Refer note 39) | 8.98 | - |
| Less: Cash credits at the beginning of the year | - | - |
| Less: Cash credits transferred pursuant to the scheme of demerger (Refer note 39) | (213.27) | - |
| **Adjusted cash & cash equivalents at the beginning of the year** | **(204.28)** | |
| Cash & cash equivalents at the end of the year | **(111.50)** | **0.01** |

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|---|---|
| **Cash and Cash Equivalents comprise:** | | |
| Cash on hand | 0.04 | - |
| Cheques on hand | 0.10 | - |
| Balances with banks on current account | 3.02 | 0.01 |
| Deposit with Original Maturity for less than three months | - | - |
| Cash credits at the end of the year | (114.66) | - |
| | **(111.50)** | **0.01** |

Birla Tyres Limited Kolkata

1 Other Comprehensive Income includes re-measurement gains/ (losses) on actuarial valuation of post-employment defined benefits. These items will not be reclassified to profit or loss.

2 The figures for the quarter ended 31st March, 2020 and 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the relevant financial year.

3 The Company has only one business segment, i.e "Tyres" and does not operate in any other reportable segment as per IND AS 108 - "Operating Segments".

4 The Scheme of Demerger between the Company and Kesoram Industries Limited ("Demerged Company") and their respective shareholders and creditors ("Scheme") was approved by the Hon'ble National Company Law Tribunal ('NCLT') on 08 November, 2019 and on filing of the scheme with Registrar of Companies, the Scheme became effective on December 04, 2019. Pursuant to the Scheme of Arrangement ("the scheme") approved by the National Company Law Tribunal ("NCLT"), all the assets and liabilities of the Tyre division of Kesoram Industries Limited ("Demerged Company") has been transferred to and vested in the Company at their respective book values on a going concern basis from 1 January, 2019 being the appointed date. Upon the effectiveness of this Scheme, the Company had issued and alloted one equity share of Rs 10 (Rupees Ten) each of the Company for every equity share of Rs 10 (Rupees Ten) each to the shareholder in the Demerged Company.

Accordingly, the Company has recognised the effect of merger and the difference of Rs 60.86 crore i.e. the excess of the value of transferred liabilities over the transferred assets pertaining to the Demerged Undertaking and received from the Demerged Company pursuant to the Scheme after taking into account the face value of the shares issued by the Company has been debited to the Retained earnings of the Company. Further, general or multipurpose borrowings of the Demerged Company has been transferred to the Company in the ratio of the value of assets transferred bears to the total value of the assets of the Company immediately before the appointed date in terms of the said scheme.

5 Balance Sheet for the previous ended 31st March, 2019 is not comparable with current year since this includes the business of tyre segment of the demerged company.

6 The shares of the company were listed on 10 February, 2020 and subsequent to the same, the Company is first time publishing the financial results for the quarter and year ended March 31, 2020 after listing of equity shares and accordingly the financial results and financial information for the quarter ended December 31, 2019 and March 31, 2019 have been compiled by the management and is not been subject to any limited review or audit.

7 Effective April 1, 2019, the Company has adopted Ind AS 116 - Leases using the modified retrospective method. Under modified retrospective approach, the Company has recorded lease liability at the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset at an amount equal to the lease liability. The adoption of this standard did not have any significant impact on the profit and earning per share for the quarter and year ended March 31, 2020.

8 The appearance of COVID-19 in January 2020 and its global expansion has caused the viral outbreak to be classified as a pandemic on 11 March 2020 by the World Health Organisation. Since then measures are being adopted to combat the virus which is having a significant impact not only on people but economic activity in general. As per the directives of both the Central and State Governments in the wake of COVID-19 pandemic, the operations of the Company were impacted, due to shutdown of all plants and offices (from 24 March 2020 to 2 May 2020) following nationwide lockdown by the Government of India. The Company has resumed operations in a phased manner as per directives from the Government of India. The Management has considered the possible effects, if any, that may result from of the pandemic on the business and carrying amounts of current assets and liabilities after considering internal and external sources of information including the possible future uncertainties in the global economic conditions as at the date of approval of these financial results. Given the uncertainties associated with pandemic's nature and duration, the actuals may differ from the estimates considered in these financial results. The Company continues to closely monitor the rapidly changing situation in order to successfully address possible financial and non-financial impact on the Company.

9 The financial statement of the Company for the year ended March 31, 2019, were audited by SINGHI & CO, Chartered Accountants, the predecessor auditor who have expressed an unqualified opinion.

10 The Company has incurred losses during the current year, primarily due to lower business activity level and finance costs which has resulted in erosion in net worth during the year and as at March 31, 2020. The net current liabilities as at March 31 2020 were Rs. 854.43 Crore. Further, the Company has not complied with certain financial debt covenants, defaulted in repayment of letter of credit, working capital facilities over dues and interest payable to lenders aggregating to Rs. 146.06 Crore as on March 31, 2020. The default is primarily caused to due to liquidity stretch. The aforesaid conditions indicate existence of liquidity stress and material uncertainties that may cast significant doubt on the Company's ability to continue as a going concern and consequently, the ability of the Company to realise its assets and discharge its liabilities in the normal course of business.

The Board of directors has evaluated these conditions and has advised management to take measures to improve the liquidity condition of the Company. The Company is working towards a resolution plan with the lenders, which will enable the Company to scale up its operations and meet the remaining financial obligations. The management is expecting to get the necessary approval of the stakeholders. The Company's ability to continue as a going concern is dependent on successful outcome of the above mentioned management plans. Pending implementation of the resolution plan the Promoter Group, has committed to provided continuing financial support to the Company over the next 15 months as and when necessary. Accordingly, these financial information have been prepared on the basis that the Company will continue as a going concern.

11 The external borrowings from banks as disclosed in statement of assets and liabilities is transferred from Demerged Company in accordance with the NCLT approved scheme as stated above.The banks are in the process of splitting the loan as per the NCLT order.

12 The Company has adopted Indian Accounting Standard (Ind AS) with effect from 1st April, 2019 and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles as laid down in with Ind AS 101 – First-time adoption of Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

Reconciliation between financial results as reported under erstwhile Indian GAAP (referred to as 'IGAAP' ) and Ind AS are summarised as below:



Birla Tyres Limited Kolkata

BIRLA TYRES LIMITED
Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001
Statement of Financial Results for the quarter and year ended 31st March, 2020
(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee )

| Particulars | Corresponding three months ended in the previous year 31/03/2019 | Previous Year ended 31/03/2019 |
|---|---|---|
| | (Unudited) | (Audited) |
| **Net Profit / (Loss) as per previous GAAP** | (0.01) | (0.01) |
| | | |
| **Net Profit as per Ind AS** | (0.01) | (0.01) |
| Other comprehensive income/(loss) (net of tax) | - | - |
| **Total comprehensive income/(loss) as per Ind AS** | (0.01) | (0.01) |

Reconciliation of equity as reported under IGAAP is summarised as follows:

| Particulars | As at 31/03/2019 | As at 22/11/2018 |
|---|---|---|
| | (Audited) | (Audited) |
| **Equity as reported under previous GAAP** | - | - |
| | | |
| **Equity as reported under Ind AS** | - | - |

The Company was incorporated on 22 November, 2018 and does not have operation during the previous year ended 31 March 2019. Hence, there are Company does not have any reconciliation item to be reported as part of first time adoption of Ind AS.

13 The Statutory Auditors have carried out an Audit of the above financial results for the quarter and year ended 31st March, 2020 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

By Order of the Board

Kaushik Biswas
Director

Place: Kolkata
Date: 31st July, 2020

**BIRLA TYRES LIMITED**
**Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001**
**Statement of Standalone Financial Results for the quarter ended 30th June, 2020**
**(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee )**

Rs./Crores

| Sl. No. | Particulars | | Standalone | | | |
|---|---|---|---|---|---|---|
| | | | Current three months ended 30/06/2020 (Unudited) | Preceeding three months ended 31/03/2020 (Unudited) (Refer Note 2) | Corresponding three months ended in the previous year 30/06/2019 (Audited) (Refer Note 7) | Previous Year ended 31/03/2020 (Audited) |
| 1 | Income | | | | | |
| | a) Revenue from Operations | | 28.80 | 40.75 | 209.83 | 471.70 |
| | b) Other Income | | 0.26 | 25.00 | 1.72 | 66.76 |
| | **Total Income [1(a) + 1(b)]** | | **29.06** | **65.75** | **211.55** | **538.46** |
| 2 | Expenses | | | | | |
| | a) Cost of Materials consumed | | 10.05 | 22.05 | 127.10 | 253.78 |
| | b) Purchases of stock-in-trade | | 0.25 | 1.57 | 17.15 | 25.46 |
| | c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | | 12.30 | 7.72 | (11.40) | 38.50 |
| | d) Employee benefits expense | | 28.85 | 29.79 | 32.39 | 121.50 |
| | e) Depreciation and amortisation expense | | 8.94 | 9.23 | 9.70 | 38.06 |
| | f) Finance Costs | | 42.14 | 46.83 | 34.87 | 151.74 |
| | g) Power and fuel | | 2.63 | 3.38 | 15.93 | 34.27 |
| | h) Packing and carriage | | 1.14 | 2.19 | 10.68 | 24.00 |
| | i) Other expenses | | 11.33 | 49.26 | 32.62 | 137.82 |
| | **Total Expenses [2(a) to 2(i)]** | | **117.63** | **172.02** | **269.04** | **825.13** |
| 3 | **Profit/(Loss) before exceptional items and tax (1-2)** | | **(88.57)** | **(106.27)** | **(57.49)** | **(286.67)** |
| 4 | Exceptional items (Net) | | - | - | - | - |
| 5 | **Profit /(Loss) before tax (3+4)** | | **(88.57)** | **(106.27)** | **(57.49)** | **(286.67)** |
| 6 | Tax expense | | | | | |
| | a) Current tax charge / (credit) | | - | - | - | - |
| | b) Deferred tax charge / (credit) | | - | - | - | - |
| 7 | **Net Profit /(Loss) for the period (5-6)** | | **(88.57)** | **(106.27)** | **(57.49)** | **(286.67)** |
| 8 | **Other Comprehensive Income (net of tax expense)** | | (0.58) | (2.35) | 0.01 | (2.32) |
| 9 | **Total Comprehensive Income (7+8)** | | **(89.15)** | **(108.62)** | **(57.48)** | **(288.99)** |
| 10 | Paid-up equity share capital (Face value Rs. 10/-per share) | | 142.59 | 142.59 | 142.59 | 142.59 |
| 11 | Reserves excluding Revaluation Reserve | | - | - | - | (425.66) |
| 12 | Earnings Per Share (EPS) (Not Annualised) [Face value of Rs.10/- per share] | | | | | |
| | a) Basic EPS | Rs. | (6.21) | (7.46) | (4.03) | (20.11) |
| | b) Diluted EPS | Rs. | (6.21) | (7.46) | (4.03) | (20.11) |



Birla Tyres Limited Kolkata

**BIRLA TYRES LIMITED**
**Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001**
**Statement of Standalone Financial Results for the quarter ended 30th June, 2020**
**(Approved by the Board of Directors on 31st July, 2020 after review thereof by the Audit Committee )**

1 Other Comprehensive Income includes re-measurement gains/ (losses) on actuarial valuation of post-employment defined benefits. These items will not be reclassified to profit or loss.

2 The figures for the quarter ended 31st March, 2020 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the relevant financial year.

3 The Company has only one business segment, i.e "Tyres" and does not operate in any other reportable segment as per IND AS 108 - "Operating Segments".

4 The Scheme of Demerger between the Company and Kesoram Industries Limited ("Demerged Company") and their respective shareholders and creditors ("Scheme") was approved by the Hon'ble National Company Law Tribunal ('NCLT') on 08 November, 2019 and on filing of the scheme with Registrar of Companies, the Scheme became effective on December 04, 2019. Pursuant to the Scheme of Arrangement ("the scheme") approved by the National Company Law Tribunal ("NCLT"), all the assets and liabilities of the Tyre division of Kesoram Industries Limited ("Demerged Company") has been transferred to and vested in the Company at their respective book values on a going concern basis from 1 January , 2019 being the appointed date. Upon the effectiveness of this Scheme, the Company had issued and alloted one equity share of Rs 10 (Rupees Ten) each of the Company for every equity share of Rs 10 (Rupees Ten) each to the shareholder in the Demerged Company in the previous year.

Accordingly, the Company has recognised the effect of merger and the difference of Rs 60.86 crore i.e. the excess of the value of transferred liabilities over the transferred assets pertaining to the Demerged Undertaking and received from the Demerged Company pursuant to the Scheme after taking into account the face value of the shares issued by the Company has been debited to the Retained earnings of the Company. Further, general or multipurpose borrowings of the Demerged Company has been transferred to the Company in the ratio of the value of assets transferred bears to the total value of the assets of the Company immediately before the appointed date in terms of the said scheme.

5 As per the directives of both the Central and State Governments in the wake of COVID-19 pandemic, the operations of the Company were impacted, due to shutdown of its plant and offices following nationwide lockdown by the Government of India. The Company has resumed operations in a phased manner as per directives from the Government of India. The Management has considered the possible effects, if any, that may result from the pandemic on the carrying amounts of current assets after considering internal and external sources of information including the possible future uncertainties in the global economic conditions as at the date of approval of these financial results. Given the uncertainties associated with pandemic's nature and duration, the actuals may differ from the estimates considered in these financial results. The Company continues to closely monitor the rapidly changing situation.

6 The Company has incurred losses during the previous year and has continued to incur losses during the current period, primarily due to lower business activity level and finance costs which has resulted in erosion in net worth during the year and as at June 30, 2020. The net current liabilities as at June 30, 2020 were Rs. 928.53 Crore. Further, the Company has not complied with certain financial debt covenants, defaulted in repayment of letter of credit, working capital facilities over dues and interest payable to lenders aggregating to Rs. 130.64 Crore as on June 30, 2020. The default is primarily caused to due to liquidity stretch. The aforesaid conditions indicate existence of liquidity stress and material uncertainties that may cast significant doubt on the Company's ability to continue as a going concern and consequently, the ability of the Company to realise its assets and discharge its liabilities in the normal course of business.

The Board of directors has evaluated these conditions and has advised management to take measures to improve the liquidity condition of the Company. The Company is working towards a resolution plan with the lenders, which will enable the Company to scale up its operations and meet the remaining financial obligations. The management is expecting to get the necessary approval of the stakeholders. The Company's ability to continue as a going concern is dependent on successful outcome of the above mentioned management plans. Pending implementation of the resolution plan the Promoter Group, has committed to provided continuing financial support to the Company over the next 15 months as and when necessary. Accordingly, these financial information have been prepared on the basis that the Company will continue as a going concern.

7 The figures for the corresponding three months ended June 30, 2019 are approved by the Board of Directors and were subject to special purpose audit by the auditors for inclusion in the information memorandum filed with relevant stock exchanges for listing of the equity shares of the Company.

8 The external borrowings from banks as recorded in the books of the Company is transferred from Demerged Company in accordance with the NCLT approved scheme as stated above. The banks are in the process of splitting the loan as per the NCLT order.

9 Figures for the previous year have been regrouped/reclassified wherever necessary to conform to current period's classification.

10 The Statutory Auditors have carried out a Limited Review of the above unaudited financial results for the quarter ended 30th June, 2020 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and have expressed an unmodified opinion on such financial results.

By Order of the Board

Birla Tyres Limited Kolkata

Kaushik Biswas
Director

Place: Kolkata
Date: 31st July, 2020