



Date: 22nd August, 2023

To,
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (E), Mumbai - 400 051
Symbol: DIAMONDYD

Subject: Clarification for Financial Results submitted to stock exchange on 2nd August, 2023 – DIAMONDYD

Dear Sir/Madam,

This is with reference to your e-mail dated 22nd August, 2023 on the captioned subject with regard to non-submission of consolidated financial results for the quarter ended 30th June, 2023. We write to inform you that the Company had formulated an Employee Stock Purchase Plan (ESPP) whereby the Company granted loan to employees through a separate trust called the Prataap Snacks Employee Welfare Trust (the 'Trust') for providing monetary assistance to the employees for acquisition of shares granted under the ESPP plan. The Trust was identified as a subsidiary. In the standalone financial statements, the Company had adopted the policy considering the Trust as a legal entity separate from the Company and therefore, was not consolidating the Trust in the standalone financial statements. The Company recognized the loan given to the trust as financial asset and tested it for impairment on a periodic basis in accordance with the requirements of applicable accounting standards. However, given that the Trust was identified as a subsidiary, the trust was consolidated for the purpose of consolidated financial statements and consequently, the related loan to trust (including interest) appearing in the standalone financial statements of the Company was eliminated.

During the quarter ended June 2023, the Company has changed the accounting policy to consolidate the Trust in the standalone financial results to reflect more appropriate presentation of the activity of the Trust as the Trust carries out activities for the benefit of the employees of the Company. Consequently, in the standalone financial results of the Company, the loan given to the Trust (including interest) is eliminated. This change in accounting policy has been given effect by restating the comparative information for the preceding period in accordance with the requirements of applicable standards for change in accounting policy. Please refer note no. 6 of our Unaudited Financial Results for the quarter ended 30th June, 2023 filed with the stock exchange on 2nd August, 2023.

Further, Avadh Snacks Private Limited and Red Rotopack Private Limited, the erstwhile subsidiaries of the Company have merged with the Company as per scheme of amalgamation sanctioned by the National Company Law Tribunal, Ahmedabad Bench vide its Order dated 10th February, 2023 and National Company Law Tribunal, Indore Bench vide its Order dated 3rd March, 2023, suo moto amended on 15th March, 2023. Please refer note no. 7 of our Unaudited Financial Results for the quarter ended 30th June, 2023 filed with the stock exchange on 2nd August, 2023.

Consequent to the above, the Company has not prepared its consolidated financial results for the quarter ended 30th June, 2023 as there is no other subsidiary / joint venture / associate entity that is required to be consolidated in the financial statements of the Company.

We hope the above suffice and request you to kindly take the same on record.

Thanking you,

Yours faithfully,

For Prataap Snacks Limited

Om Prakash Pandey
Company Secretary and Compliance Officer

Prataap Snacks Limited

CIN : L15311MP2009PLC021746