

WONDERLA HOLIDAYS LIMITED



CIN: L55101KA2002PLC031224

Regd. Office: 28th KM, Mysore Road, Bangalore - 562109, Karnataka.

Website: www.wonderla.com Email Id: investors@wonderla.com

Date: 02/11/2020

The Sr. General Manager - Listing Compliance, BSE Limited, 24 th Floor, P.J. Towers, Dalal Street, Mumbai - 400 001. Fax: 022 - 2272 3121/ 1278/ 1557 E-Mail: corp.relations@bseindia.com Scrip ID: WONDERLA Scrip Code: 538268	The Vice President, Listing Department, National Stock Exchange of India Limited, 'Exchange Plaza', Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. Fax: 022 – 26598237/ 38 E-Mail: cmist@nse.co.in Symbol: WONDERLA
--	--

Dear Sir/ Madam,

Sub: Outcome of Board Meeting – Financial Results

Ref: Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board of Directors of the Company at their meeting held on even date have approved the Un-audited Financial Results for the quarter ended 30th September, 2020. A copy of the same along with the Limited Review Report for the quarter ended 30th September, 2020 is enclosed.

The meeting commenced at 1.00 p.m. and concluded at 3.30 p.m.

Thanking You,

Yours faithfully,

For Wonderla Holidays Limited

SRINIVASULU
RAJU
YELLAMRAJU
Srinivasulu Raju Y
Company Secretary

Digitally signed by SRINIVASULU RAJU
YELLAMRAJU
DN: cn=SRINIVASULU RAJU
YELLAMRAJU, o=Wonderla Holidays
Limited, email=Srinivasulu.Raju@wonderla.com,
c=IN, serialNumber=7236, 2.5.4.42=SRINIVASULU
RAJU YELLAMRAJU
Date: 2020.11.02 15:36:51 +05'30'

Statement of unaudited financial results for the quarter and six months ended 30 September 2020

Rs. in lakhs (except EPS)

S No.	Particulars	For the quarter ended			For the six months ended		Year ended
		30 September 2020	30 June 2020	30 September 2019	30 September 2020	30 September 2019	31 March 2020
		(Unaudited) Refer Note 1	(Unaudited) Refer Note 2	(Unaudited) Refer Note 2	(Unaudited) Refer Note 1	(Unaudited) Refer Note 2	(Audited)
1	Revenue from operations						
	Sale of services	-	-	3,072.56	-	12,341.62	20,620.79
	Sale of products	18.02	2.03	1,004.04	20.05	3,490.77	6,447.25
	Other operating revenue	0.12	0.12	5.07	0.24	11.58	19.10
	Total revenue from operations	18.14	2.15	4,081.67	20.29	15,843.97	27,087.14
	Other income	157.70	181.88	310.89	339.58	679.08	1,200.86
	Total income from operations	175.84	184.03	4,392.56	359.87	16,523.05	28,288.00
2	Expenses						
	Cost of materials consumed	7.54	0.66	211.57	8.20	682.20	1,313.81
	Purchase of stock-in-trade	(14.32)	(0.75)	219.31	(15.07)	849.26	1,585.93
	Changes in inventories of stock-in-trade	21.99	1.63	10.85	23.62	(23.66)	(35.95)
	Employee benefits expense	475.40	536.17	941.50	1,011.57	2,057.93	4,041.10
	Finance costs	13.22	14.30	17.36	27.52	35.73	67.55
	Depreciation and amortization expense	1,263.66	1,039.06	1,050.39	2,302.72	2,094.25	4,177.02
	Other expenses	441.73	651.98	2,150.09	1,093.71	4,870.57	9,771.62
	Total expenses	2,209.22	2,243.05	4,601.07	4,452.27	10,566.28	20,921.08
3	Profit / (loss) before tax and exceptional item	(2,033.38)	(2,059.02)	(208.51)	(4,092.40)	5,956.77	7,366.92
4	Exceptional items (refer note 5)	-	-	-	-	-	1,891.93
5	Profit / (loss) before tax	(2,033.38)	(2,059.02)	(208.51)	(4,092.40)	5,956.77	9,258.85
6	Tax expense / (credit)						
	Current tax	-	-	(268.52)	-	1,575.55	1,596.86
	Current tax pertaining to earlier years	-	-	-	-	-	22.81
	Deferred tax	(453.76)	(607.58)	43.99	(1,061.34)	161.86	1,160.78
7	Net profit / (loss) after tax	(1,579.62)	(1,451.44)	16.02	(3,031.06)	4,219.36	6,478.40
8	Other comprehensive income (net of tax)						
	Items that will not be reclassified to profit or loss						
	Remeasurements of defined benefit plans, net of tax	8.28	(9.09)	(25.64)	(0.81)	(39.61)	(50.44)
9	Total comprehensive income / (loss) (7+8)	(1,571.34)	(1,460.53)	(9.62)	(3,031.87)	4,179.75	6,427.96
10	Paid-up equity share capital (Face value of the share Rs.10/- each)	5,653.24	5,651.89	5,651.89	5,653.24	5,651.89	5,651.89
11	Reserves, i.e. 'Other equity'						80,241.30
12	Earnings per share (face value of Rs.10/- each)						
(a)	Basic	(2.79)**	(2.57)**	.03**	(5.36)**	7.47**	11.46
(b)	Diluted	(2.79)**	(2.57)**	.03**	(5.36)**	7.46**	11.45
	**not annualised						



Wonderla Holidays Limited

CIN:L55101KA2002PLC031224

Registered Office : 28th K.M., Mysore Road, Bengaluru 562 109; Ph: 080-22010311/322/333; Fax 080-22010324

Website: www.wonderla.com; email: mail.blr@wonderla.com


Reporting of segment wise revenue, results and capital employed
Rs. in lakhs

S No.	Particulars	For the quarter ended			For the six months ended		Year ended
		30 September 2020	30 June 2020	30 September 2019	30 September 2020	30 September 2019	31 March 2020
		(Unaudited) Refer Note 1	(Unaudited) Refer Note 2	(Unaudited) Refer Note 2	(Unaudited) Refer Note 1	(Unaudited) Refer Note 2	(Audited)
1	Segment revenue						
	Operating revenue						
	Amusement parks and Resort	12.24	1.78	3,182.41	14.02	12,604.10	21,100.20
	Others	5.90	0.37	899.26	6.27	3,239.87	5,986.94
	Total operating revenue (a)	18.14	2.15	4,081.67	20.29	15,843.97	27,087.14
	Allocable other income						
	Amusement parks and Resort	11.28	5.90	82.72	17.18	214.64	353.60
	Unallocated	146.42	175.98	228.17	322.40	464.44	847.26
	Total other income (b)	157.70	181.88	310.89	339.58	679.08	1,200.86
	Total revenue (a+b)	175.84	184.03	4,392.56	359.87	16,523.05	28,288.00
2	Segment result						
	Amusement parks and Resort	(1,870.00)	(1,857.77)	(323.07)	(3,727.77)	5,179.02	6,190.30
	Others	(14.82)	(68.73)	290.56	(83.55)	1,375.88	2,410.00
	Total	(1,884.82)	(1,926.50)	(32.51)	(3,811.32)	6,554.90	8,600.30
	Less: Unallocated expenses	294.98	308.50	404.17	603.48	1,062.57	2,080.64
	Operating profit / (loss)	(2,179.80)	(2,235.00)	(436.68)	(4,414.80)	5,492.33	6,519.66
	Add : Interest, dividend, gain from mutual funds and others	146.42	175.98	228.17	322.40	464.44	847.26
	Add : Exceptional items	-	-	-	-	-	1,891.93
	Profit before tax / (loss)	(2,033.38)	(2,059.02)	(208.51)	(4,092.40)	5,956.77	9,258.85
3	Segment Assets						
	Amusement parks and Resort	81,941.74	83,007.66	86,397.72	81,941.74	86,397.72	84,100.68
	Others	157.38	190.17	199.26	157.38	199.26	199.17
	Unallocated	11,249.72	12,501.11	14,426.68	11,249.72	14,426.68	13,812.08
	Total	93,348.84	95,698.94	1,01,023.66	93,348.84	1,01,023.66	98,111.93
4	Segment Liabilities						
	Amusement parks and Resort	2,497.96	2,619.38	7,806.11	2,497.96	7,806.11	2,898.75
	Others	122.76	148.33	155.42	122.76	155.42	155.35
	Unallocated	7,848.28	8,488.53	8,221.08	7,848.28	8,221.08	9,164.64
	Total	10,469.00	11,256.24	16,182.61	10,469.00	16,182.61	12,218.74
5	Capital employed						
	(Segment assets - segment liabilities)						
	Amusement parks and Resort	79,443.78	80,388.28	78,591.61	79,443.78	78,591.61	81,201.93
	Others	34.62	41.84	43.84	34.62	43.84	43.82
	Unallocated	3,401.44	4,012.58	6,205.60	3,401.44	6,205.60	4,647.44
	Total	82,879.84	84,442.70	84,841.05	82,879.84	84,841.05	85,893.19



Wonderla Holidays Limited

CIN:L55101KA2002PLC031224

Registered Office : 28th K.M., Mysore Road, Bengaluru 562 109; Ph: 080-22010311/322/333; Fax 080-22010324

Website: www.wonderla.com; email: mail.blr@wonderla.com


Balance sheet
Rs in lakhs

Particulars		As at 30 September 2020 (Unaudited)	As at 31 March 2020 (Audited)
A	ASSETS		
1	Non-current assets		
	Property, plant and equipment	75,871.93	77,677.04
	Capital work-in-progress	3,350.18	3,581.75
	Other intangible assets	160.23	215.16
	Intangible assets under development	12.40	9.59
	Right to use assets	445.69	603.65
	Financial assets		
	(i) Loans	285.68	265.84
	(ii) Other financial assets	5.60	5.60
	Income tax assets (net)	256.16	232.37
	Other assets	458.88	518.62
	Total non-current assets	80,846.75	83,109.62
2	Current assets		
	Inventories	668.90	696.06
	Financial assets		
	(i) Investments (Mutual funds at fair value)	5,144.17	7,004.36
	(ii) Trade receivables	8.90	37.97
	(iii) Cash and cash equivalents	44.63	377.41
	(iv) Bank balance other than (iii) above	4,791.76	5,000.76
	(v) Loans	72.17	68.37
	(vi) Other financial assets	169.33	155.45
	Other assets	1,602.23	1,661.93
	Total current assets	12,502.09	15,002.31
	Total assets	93,348.84	98,111.93
B	EQUITY AND LIABILITIES		
1	Equity		
	Equity share capital	5,653.24	5,651.89
	Other equity	77,226.60	80,241.30
	Total equity	82,879.84	85,893.19
2	Liabilities		
	Non-current liabilities		
	Financial liabilities		
	(i) Lease liability	335.57	394.11
	Provisions	299.56	264.07
	Deferred tax liabilities (net)	7,069.46	8,131.07
	Total non-current liabilities	7,704.59	8,789.25
	Current liabilities		
	Financial liabilities		
	(i) Lease liability	123.37	222.60
	(ii) Trade payables		
	total outstanding dues to micro enterprises and small enterprises	19.27	30.78
	total outstanding dues to other than micro enterprises and small enterprises	444.48	890.80
	(iii) Other financial liabilities	630.61	691.03
	Other current liabilities	135.56	207.94
	Provisions	1,345.53	1,320.75
	Income tax liabilities (net)	65.59	65.59
	Total current liabilities	2,764.41	3,429.49
	Total liabilities	10,469.00	12,218.74
	Total equity and liabilities	93,348.84	98,111.93



Statement of cash flows

Rs in lakhs

Particulars	For the six months ended 30 September 2020 (Unaudited)	For the six months ended 30 September 2019 (Unaudited)	For the year ended 31 March 2020 (Audited)
Cash flow from operating activities			
Profit before tax	(4,092.40)	5,956.77	9,258.85
Adjustments:			
Finance costs	27.52	35.73	67.55
Depreciation and amortisation	2,302.72	2,094.25	4,177.02
Interest income	(184.65)	(110.91)	(224.13)
Employee stock option expense	17.18	30.63	61.00
Profit on sale of property, plant and equipment	(12.90)	(2.86)	(2.17)
Property, plant and equipment written - off	36.26	2.64	26.27
Profit on sale of investment	(124.85)	(353.53)	(623.13)
Operating cash flows before working capital changes	(2,031.12)	7,652.72	12,741.26
Changes in operating assets and liabilities			
Loans	(23.64)	(12.13)	(0.61)
Other financial assets	-	6.02	0.42
Other assets	59.70	34.23	1,218.24
Inventories	(4.94)	(73.62)	(72.45)
Trade receivables	29.07	74.37	109.93
Provisions	59.19	151.27	(4,471.58)
Trade payables	(457.83)	(183.31)	(367.82)
Other financial liabilities	(54.71)	(194.35)	(33.75)
Other current liabilities	(72.38)	(96.77)	(115.71)
Cash (used in) / generated from operating activities	(2,496.66)	7,358.43	9,007.93
Income taxes paid	(23.79)	(1,426.06)	(1,736.07)
Net cash (used in) / generated from operating activities (A)	(2,520.45)	5,932.37	7,271.86
Cash flow from investing activities			
Purchase of property, plant and equipment, capital work-in- progress and intangible assets	(66.21)	(1,162.37)	(2,106.87)
Proceeds from sale of property, plant and equipment	16.00	7.49	11.64
Investment in mutual funds	(1,199.97)	(11,569.99)	(23,635.01)
Proceeds from sale of investment in mutual funds	3,185.00	6,112.82	22,262.39
Decrease in other balances with banks	209.00	1,994.40	(1,000.01)
Interest received	170.77	105.06	105.08
Net cash generated from / (used in) in investing activities (B)	2,314.59	(4,512.59)	(4,362.78)
Cash flow from financing activities			
Repayment of borrowings	-	(98.66)	(98.66)
Repayment of lease liabilities	(100.75)	(107.59)	(196.04)
Interest paid	(27.52)	(35.73)	(67.55)
Proceeds from issue of equity share capital	1.35	4.55	4.55
Dividend and dividend distribution tax paid	-	(1,226.45)	(2,452.90)
Net cash used in financing activities (C)	(126.92)	(1,463.88)	(2,810.60)
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(332.78)	(44.10)	98.48
Cash and cash equivalents at the beginning of the period / year	377.41	278.93	278.93
Cash and cash equivalents at the end of the period / year	44.63	234.83	377.41



Notes:-

- 1 The above unaudited financial results for the quarter and six months ended 30 September 2020 have been reviewed by the Audit Committee of the Board and taken on record at the meeting of the Board of Directors held on 2 November 2020. The statutory auditors have carried out a limited review on the above.
- 2 The figures for the quarter and six months ended 30 September 2019 and the quarter ended 30 June 2020 have not been audited but have been subject to limited review by the statutory auditors.
- 3 In view of Covid-19 outbreak ("the Pandemic"), the Company's management decided to temporarily shut down operations in the month of March 2020 which is continuing till date. The decision has been taken by the management in accordance with safety and precautionary instructions outlined by the respective State Governments to prevent and contain the spread of Covid-19. This temporarily shut down resulted in lower or no operating income. The ability of the Company to continue as a going concern is dependent on its ability to meet its obligations towards its stakeholders, creditors, employees and the Government during the interim period till the lockdown caused by the Pandemic is lifted and normal operations resume thereafter. Under these circumstances, the Company remains a going concern up to 12 months from the reporting date based on the following factors:

- a) Historically, the Company is a profitable organization;
- b) The Company has liquid assets (cash balances and investments in mutual funds) of Rs. 9,981 Lakhs as at 30 September 2020 which will cover significant near-term obligations and future commitments till the resumption of normal business activities has been implemented;
- c) The Company has undertaken costs (payroll, advertising & marketing and overheads) reduction and rationalization measures including deferral of avoidable operating costs. Through this, the management is able to bring down cash burn significantly;
- d) Maintaining all Parks and related facilities for resumption of business activities at the short notice after the shut down if lifted;
- e) The Company has met all the obligations in terms of dividend payments to shareholders, statutory payments to Governments and outstanding payments to creditors and there are no overdue creditors as on date. The Company does not have any conditions and events, that indicate the probability that it will be unable to meet its obligations as they become due towards shareholders, Government, creditors or lending institutions; and
- f) The Company has sufficient liquidity to deal with the current situation. Even in the event of a prolonged lockdown, the Company will be able to meet the ongoing expenses. It will be able to raise debt at favorable rates as the Company has a strong, debt-free balance sheet. The Company will also be able to utilize its current working capital facilities of Rs. 2,500 Lakhs which remain largely undrawn.

The Company has recently announced opening of its Bengaluru Park with effect from 13 November 2020 for three days a week. Furthermore, the Resort in Bengaluru Park has been partially operating with effect from 3 October 2020.

Based on the above factors, the Company's management believes that the Going concern assumption in the preparation of these financial results is appropriate.

- 4 Based on the management approach as defined in Ind AS 108-Operating Segment, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates the Company's resources based on an analysis of various performance indicators by business segments and the segment information is accordingly presented as Amusement Parks and Resort and Others. Resort is an integral part of Bengaluru Park segment and disclosed accordingly. The Amusement Parks and Resort segment includes admission fees, running a hotel accommodation and other related services. Others segment includes sale of merchandise, cooked food, packed foods etc. The accounting principles used in the preparation of these financial results are consistently applied to record revenue and expenditure in individual segments.
- 5 Exceptional item represents the reversal of provision for service tax created by the Company during earlier years towards certain litigations on service tax demands from 2007 till June 2017. The Company was carrying provisions against the service tax demand including interest and penalty in the books till 30 September 2019. The Company had opted for the Sabka Vishwas (Legacy Dispute) Resolution Scheme, 2019 ("the Scheme") initiated by the Government of India during September 2019. As per this Scheme, the Company will get relief ranging from 40% to 70% of the disputed amount and full waiver of interest and penalties. Accordingly, the payments made during the previous year towards settlement of these pending litigations under the Scheme and the earlier payments made under protest totaling to Rs. 2,743.83 Lakhs were adjusted against the provision. The resultant excess provision of Rs. 1,556.60 Lakhs after the aforementioned adjustments was reversed as income during the previous year ended 31 March 2020.

Based on a legal opinion received by the Company, the management estimated that the provision for local body entertainment tax for the period from July 2016 to June 2017 was no longer required. Accordingly, the resultant excess provision of Rs. 335.33 Lakhs was further reversed as income and disclosed as exceptional items during the previous year ended 31 March 2020.

- 6 Owing to the ongoing Covid 19 Pandemic and the resultant lockdown of the Company's Amusement Parks ("the Parks") effective second week of March 2020 and continuing till date, the management has tested its Parks for impairment as at 30 September 2020. Each of the Parks has been considered as a separate Cash Generating Unit ("CGU"). The recoverable value, which was determined by Value-In-Use Method was higher as compared to the carrying value of each of the Parks and accordingly no impairment was recorded as at 30 September 2020.

The Company has undertaken the impairment with reference to the latest cash flow forecasts of next five and a half years and applying a growth rate beyond approved forecast period. The growth rates used in the value in use calculation reflect those inherent within the Company's budgets, which is primarily a function of the Company's cycle plan assumptions, past performance, and management expectations of future market developments through to 2025-26. Specifically, the Company has considered the potential impacts of the outcomes arising from the outbreak of the Pandemic on the Amusement Parks business.

The cash flows for the year 2025-26 are extrapolated into perpetuity assuming a growth rate stated as above and discounted by applying the weighted average cost of capital.





7 Included in the Company's Capital work in progress and Property, plant and equipment, is an amount of Rs.10,921 Lakhs spent towards development of an Amusement Park ("the Chennai Project") ("the Chennai Park") in Chennai, Tamil Nadu. The Company had initial plans to complete the Chennai Project by the financial year ended March 2020. However, pending approval from the Government of Tamil Nadu towards exemption of local body tax/Entertainment tax on entry fees to Amusement park ("the approval"), which was not received until October 2019, the Company had not progressed with the construction of the Chennai Park till 31 December 2019. Due to the shut down caused by the on going Covid-19 Pandemic, the Chennai project construction has not progressed even after December 2019.

The total budgeted cost of the Chennai Project is Rs.33,024 Lakhs. Construction work on the Chennai project is scheduled to restart around April 2021 with targeted completion within 18 months thereafter i.e. around September 2022. Key approvals required from the Government authorities for the Chennai Project are in place. The aforementioned approval received from Tamil Nadu Government towards exemption of Entertainment tax pertained to a period of five years from 1 November 2019 till 31 October 2024. However, since the Project has not progressed even after December 2019, the Company obtained a further extension of this exemption with the Government of Tamil Nadu to cover a period of 5 years from the date of commencement of commercial operations or 30 September 2021, whichever is earlier. The Chennai Project will be largely funded from the Company's existing funds available, cash generated from its operations over a period of 18-20 months after commencement of construction and borrowings as necessary. The Company's Board monitors the developments on Chennai Project on a regular basis and has approved the updated cash flow projections of the Chennai Project during its meeting in January 2020.

The Company's management has recently carried out fair valuation of Land and Rides which have been procured as part of the Chennai project. While no adjustment was required to the carrying value of Land, certain Rides were valued by the valuer at amounts lower than the carrying value. Accordingly, these Rides were written down and charge has been recorded against the same during the current quarter.

Basis the aforementioned factors and current status, the Company's Board of Directors believes that the carrying value of the Chennai Project is fairly stated.

8 The Board of Directors in their meeting held on 26 May 2020, approved Employee Stock Option Scheme, 2016 (ESOS 2016), to grant 2,347 stock options exercisable at a price of Rs 10 each and all such options shall vest after one year from the date of grant.

Place: Bengaluru
Date: 2 November 2020



Wonderla Holidays Limited
Managing Director

B S R & Associates LLP

Chartered Accountants

Embassy Golf Links Business Park,
Pebble Beach, B Block, 3rd Floor,
Off Intermediate Ring Road,
Bangaluru-560 071 India

Telephone: +91 80 4682 3000
Fax: +91 80 4682 3999

Limited Review Report

To
Board of Directors of Wonderla Holidays Limited

1. We have reviewed the accompanying Statement of unaudited financial results of Wonderla Holidays Limited for the quarter ended 30 September 2020 and year to date results for the period from 1 April 2020 to 30 September 2020 ("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 of the Listing Regulations. 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 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

B S R & Associates LLP

Wonderla Holidays Limited

Limited Review Report (continued)

5. Emphasis of Matter

We draw attention to Note 3 to the unaudited financial results, which describes the economic and social disruption the Company is facing as a result of COVID-19 which is impacting the Company's operations and financial results. Our conclusion is not modified in respect of this matter.

for B S R & Associates LLP

Chartered Accountants

Firm's registration number: 116231W/ W-100024

VIPIN Digitally signed
by VIPIN LODHA
LODHA Date: 2020.11.02
14:12:42 +05'30'

Vipin Lodha

Partner

Membership number: 076806

UDIN: 20076806AAAABK1363

Bengaluru

2 November 2020